1

# BEFORE THE GROWTH MANAGEMENT HEARINGS BOARD WESTERN WASHINGTON REGION STATE OF WASHINGTON

DRAGONSLAYER, INC., MICHELS DEVELOPMENT, LLC, GREG AND SUSAN GILBERT, AND CLARK COUNTY,

Case No. 14-2-0003c

Petitioners.

**CORRECTED** FINAL DECISION AND ORDER\*

٧.

CITY OF LA CENTER,

Respondent,

and

SALISHAN-MOHEGAN, LLC AND THE COWLITZ INDIAN TRIBE.

Intervenors.

\*This corrected FDO makes corrections to pages 3, 19-22, 23-24 and 29-33 indicated in the Order on Motions for Reconsideration issued by the Board on October 24, 2014.

#### **SYNOPSIS**

The City of La Center (City) amended its comprehensive plan, capital facilities plan and development regulations to allow, under certain circumstances, a sewer line extension to property outside the City's Urban Growth Area (UGA) near Interstate 5. Petitioners challenge the City's action arguing it is premature, does not address all environmental impacts and is not in compliance with the Growth Management Act (GMA) and the State Environmental Policy Act (SEPA). Specifically, Petitioners challenge extending the City's sewer service beyond the UGA to a 152-acre parcel that will not be subject to GMA jurisdiction if the Bureau of Indian Affairs (BIA) and the U.S. Department of the Interior decide to take the land into trust status. The Cowlitz Tribe and Salishan-Mohegan, LLC were granted intervenor status on behalf of the City.

The Board finds inconsistency between City policies and Countywide Planning Policies thus violating RCW 36.70A.100 and .210(1). The Board finds City amendments do not comply with RCW 36.70A.110(4) because they extend urban governmental services to a non-urban area in a way that will encourage urban development. The Board finds the City complied with SEPA. Ordinance No. 2013-11 is remanded to the City of La Center to come into compliance with the GMA.

#### I. PROCEDURAL BACKGROUND

On February 10, 2014, the Board received three Petitions for Review filed by Dragonslayer, Inc. and Michels Development, LLC; Greg and Susan Gilbert; and Clark County (County). The Board consolidated the petitions into Case No. 14-2-0003c entitled Dragonslayer, Inc., et al. v. City of La Center. Petitioners challenge the City's Ordinance No. 2013-11 and 2013 Final Environmental Impact Statement.

A Prehearing Conference was held telephonically on March 4, 2014, wherein Petitioners agreed to coordinate and refine the issues. Based on the Prehearing Conference discussions, six issues were agreed upon with notice from the City that it would file a motion to dismiss some issues. The Board issued a Prehearing Order on March 6, 2014 with the agreed upon issues. On March 10, 2014, Salishan-Mohegan, LLC and the Cowlitz Indian Tribe requested intervention status. No responses or objections were received. The Board granted Salishan-Mohegan, LLC and the Cowlitz Indian Tribe conditional intervenor status on March 21, 2014.

On April 7, 2014, the City filed a Motion to Supplement the Record and a Dispositive Motion Regarding Issues 2, 4.3, and 6.5. Petitioners and the County filed responses to the motions on April 17, 2014. On April 28, 2014, the Board granted the City's Motion to Supplement and deferred ruling on the City's Dispositive Motion until the Hearing on the Merits.

The parties subsequently filed prehearing briefs and exhibits as follows:

 Petitioner Clark County's Prehearing Brief, filed May 8, 2014 (Clark County's Brief);

- Prehearing Brief of Petitioners Greg and Susan Gilbert, filed May 8, 2014
   (Gilbert's Brief);
- Prehearing Brief of Petitioners Dragonslayer, Inc. and Michels Development, filed May 8, 2014 (Dragonslayer's Brief);
- Brief of Intervenor Salishan-Mohegan, LLC and The Cowlitz Indian Tribe, filed May 28, 2014 (Intervenors' Brief);
- Brief of Respondent City of La Center, filed May 28, 2014 (Respondent's Brief);
- Reply Briefs of Petitioners Greg and Susan Gilbert, Dragonslayer, Inc. and Michels Development, LLC and of Clark County were filed on June 6, 2014;
- Petitioners also filed a Motion to Supplement the Record on June 6, 2014
   requesting the Board supplement the record with proposed Exhibits 123-127.

The Hearing on the Merits was convened on June 13, 2014, at the City of La Center Community Center. Present for the hearing were Board Members William Roehl, Margaret Pageler and Nina Carter, presiding officer. Petitioners were represented by Stacey Bernstein for Dragonslayer and Gilberts and Christine M. Cook for Clark County. The City was represented by Sarah E. Mack. Intervenors Salish-Mohegan, LLC and the Cowlitz Indian Tribe were represented by Stephen W. Horenstein. The hearing provided the Board an opportunity to ask questions clarifying important facts in the case and a better understanding of the parties' legal arguments.

Following the Board Final Decision and Order issued on August 11, 2014, the Board received motions for reconsideration from Respondent City of La Center, Petitioners Dragonslayer, Inc., Michels Development, and Susan Gilbert.<sup>1</sup> Numerous responses to the motions were filed.<sup>2</sup> The Board issued an Order on Reconsideration and this Amended Final Decision and Order on October 24, 2014.

Growth Management Hearings Board 1111 Israel Road SW, Suite 301 P.O. Box 40953 Olympia, WA 98504-0953 Phone: 360-664-9170

<sup>&</sup>lt;sup>1</sup> Respondent City of La Center's Motion for Reconsideration and Motion for Reconsideration of Petitioners Dragonslayer, Inc., Michels Development and Susan Gilbert Regarding Issue No. 2, both of which were filed on August 21, 2014.

<sup>&</sup>lt;sup>2</sup> [Clark County's] Response to [City of LaCenter's]Motion for Reconsideration; [Clark County's] Response to Reconsideration of Petitioners Dragonslayer, Inc., Michel's Development, LLC, and Greg and Susan Gilbert Regarding Issue No. 2; Petitioners Dragonslayer, Inc., Michel's Development, LLC, and Greg and Susan

#### II. BOARD JURISDICTION

The Board finds the Petitions for Review were timely filed pursuant to RCW 36.70A.290(2). The Board finds Petitioners have standing to appear before the Board, pursuant to RCW 36.70A.280(2). The Board finds it has jurisdiction over the subject matter of the petition pursuant to RCW 36.70A.280(1)(a).

# III. PRESUMPTION OF VALIDITY, BURDEN OF PROOF, AND STANDARD OF REVIEW

Pursuant to RCW 36.70A.320(1), comprehensive plans and development regulations, and amendments to them, are presumed valid upon adoption.<sup>3</sup> This presumption creates a high threshold for challengers as the burden is on the petitioners to demonstrate that any action taken by the local jurisdiction is not in compliance with the GMA.<sup>4</sup>

The Board is charged with adjudicating GMA compliance and, when necessary, invalidating noncompliant plans and development regulations.<sup>5</sup> The Growth Management Hearings Board (the Board) is tasked by the legislature with determining compliance with the GMA. The Supreme Court explained in *Lewis County v. Western Washington Growth Management Hearings Board*:<sup>6</sup>

The Board is empowered to determine whether [county] decisions comply with GMA requirements, to remand noncompliant ordinances to [the county], and even to invalidate part or all of a comprehensive plan or development regulation until it is brought into compliance.

Gilbert letter referencing the City of La Center's Motion for Reconsideration; Respondent City of La Center's Answer to Petitioners' Motion for Reconsideration Re. Issue No. 2; Intervenor Salishan-Mohegan, LLC's and the Cowlitz Indian Tribe's Answer to Petitioners' Motion for Reconsideration Re. Issue No. 2, all of which were filed on September 2, 2014. Petitioners' Motion to Strike Answers of Respondent and Intervenors to Petitioners' Motion for Reconsideration Regarding Issue No. 2, filed September 9, 2014.

<sup>3</sup> RCW 36.70A.320(1) provides: "[Except for the shoreline element of a comprehensive plan and applicable development regulations] comprehensive plans and development regulations, and amendments thereto, adopted under this chapter are presumed valid upon adoption."

<sup>4</sup> RCW 36.70A.320(2) provides: "[Except when city or county is subject to a Determination of Invalidity] the burden is on the petitioner to demonstrate that any action taken by a state agency, county, or city under this chapter is not in compliance with the requirements of this chapter."

CORRECTED FINAL DECISION AND ORDER Case No. 14-2-0003c October 24, 2014 Page 4 of 47 Growth Management Hearings Board 1111 Israel Road SW, Suite 301 P.O. Box 40953 Olympia, WA 98504-0953 Phone: 360-664-9170

<sup>&</sup>lt;sup>5</sup> RCW 36.70A.280, RCW 36.70A.302.

<sup>&</sup>lt;sup>6</sup> 157 Wn.2d 488 at 498, n. 7 (2006).

The scope of the Board's review is limited to determining whether a local jurisdiction has achieved compliance with the GMA only with respect to those issues presented in a timely petition for review. The GMA directs that the Board, after full consideration of the petition, shall determine whether there is compliance with the requirements of the GMA. The Board shall find compliance unless it determines that the local jurisdiction's action is clearly erroneous in view of the entire record before the Board and in light of the goals and requirements of the GMA. In order to find the local jurisdiction's action clearly erroneous, the Board must be "left with the firm and definite conviction that a mistake has been committed."

In reviewing the planning decisions of local jurisdictions, the Board is instructed to recognize "the broad range of discretion that may be exercised by counties and cities" and to "grant deference to counties and cities in how they plan for growth." However, the City's actions are not boundless; their actions must be consistent with the goals and requirements of the GMA. As to the degree of deference to be granted under the clearly erroneous standard, the Supreme Court has stated:

CORRECTED FINAL DECISION AND ORDER Case No. 14-2-0003c October 24, 2014 Page 5 of 47 Growth Management Hearings Board 1111 Israel Road SW, Suite 301 P.O. Box 40953 Olympia, WA 98504-0953 Phone: 360-664-9170

<sup>&</sup>lt;sup>7</sup> RCW 36.70A.290(1).

<sup>&</sup>lt;sup>8</sup> RCW 36.70A.320(3).

<sup>&</sup>lt;sup>9</sup> RCW 36.70A.320(3).

<sup>&</sup>lt;sup>10</sup> City of Arlington v. CPSGMHB, 162 Wn.2d 768, 778, 193 P.3d 1077 (2008) (Citing to Dept. of Ecology v. PUD District No. 1 of Jefferson County, 121 Wn.2d 179, 201, 849 P.2d 646 1993); See also, Swinomish Tribe v. WWGMHB, 161 Wn.2d 415, 423-24, 166 P.3d 1198 (2007); Lewis County v. WWGMHB, 157 Wn.2d 488, 497-98, 139 P.3d 1096 (2006).

<sup>&</sup>lt;sup>11</sup> RCW 36.70A.3201 provides, in relevant part: "In recognition of the broad range of discretion that may be exercised by counties and cities consistent with the requirements of this chapter, the legislature intends for the boards to grant deference to counties and cities in how they plan for growth, consistent with the requirements and goals of this chapter. Local comprehensive plans and development regulations require counties and cities to balance priorities and options for action in full consideration of local circumstances. The legislature finds that while this chapter requires local planning to take place within a framework of state goals and requirements, the ultimate burden and responsibility for planning, harmonizing the planning goals of this chapter, and implementing a county's or city's future rests with that community."

<sup>&</sup>lt;sup>12</sup> King County v. CPSGMHB, 142 Wn.2d 543, 561, 14 P.2d 133 (2000) (Local discretion is bounded by the goals and requirements of the GMA). See also, Swinomish, 161 Wn.2d at 423-24. In Swinomish, as to the degree of deference to be granted under the clearly erroneous standard, the Supreme Court has stated: The amount [of deference] is neither unlimited nor does it approximate a rubber stamp. It requires the Board to give the [jurisdiction's] actions a "critical review" and is a "more intense standard of review" than the arbitrary and capricious standard. *Id.* at 435, n. 8.

The amount [of deference] is neither unlimited nor does it approximate a rubber stamp. It requires the Board to give the [jurisdiction's] actions a "critical review" and is a "more intense standard of review" than the arbitrary and capricious standard.<sup>13</sup>

Thus, the burden is on Petitioners to overcome the presumption of validity and demonstrate that the challenged action taken by the City is clearly erroneous in light of the goals and requirements of the GMA.

#### IV. PRELIMINARY MATTERS

At the Hearing on the Merits, the Board asked Petitioners, Respondents and Intervenors to present oral arguments regarding two motions:

- City's Dispositive Motion Regarding Issues 2, 4.3, and 6.5;<sup>14</sup> and
- Petitioner's Motion to Supplement the Record with Exhibits 123 through 127.<sup>15</sup>

The City moved to "delete all references to violation of or noncompliance with the La Center Municipal Code in Issues 2, 4.3, and 6.5 because the Board does not have jurisdiction to decide legitimacy of municipal codes "other than those enumerated in RCW 36.70A.280." The City claimed Issue 2 should be dismissed because Petitioners did not brief the issue of inconsistency, but instead argued new issues not originally in the Petition for Review. At the HOM, the parties agreed Issue 2 had not been included in Petitioners' briefing and they would not present arguments.

The Board **grants** the City's motion to dismiss Issue 2.

CORRECTED FINAL DECISION AND ORDER Case No. 14-2-0003c October 24, 2014 Page 6 of 47 Growth Management Hearings Board 1111 Israel Road SW, Suite 301 P.O. Box 40953 Olympia, WA 98504-0953 Phone: 360-664-9170 Fax: 360-586-2253

<sup>&</sup>lt;sup>13</sup> Swinomish Indian Tribal Community, at 435, n.8.

<sup>&</sup>lt;sup>14</sup> Respondent City of La Center's Dispositive Motion Regarding Issues 2, 4.3, and 6.5 filed on April 7, 2014. 
<sup>15</sup> Petitioner's Motion to Supplement the Record, June 6, 2014, with Exs. 123-127. Ex. 123 is the Amicus Curiae Brief of the City of La Center, Washington to the U.S. District Court of Columbia for Case No. 1:12-cv-00849-BJR. Ex. 124 is the 2013 Spring Newsletter from the Cowlitz Indian Tribe. Ex. 125 is the 2014 Spring Newsletter from the Cowlitz Indian Tribe. Ex. 126 is an excerpt from the May 8, 2014 Public Meeting Minutes from the Washington State Gambling Commission. Ex. 127 is an invoice from the City of La Center to the Mohegan Tribal Gambling Authority dated July 22, 2013.

<sup>&</sup>lt;sup>16</sup> Respondent's City of La Center's Dispositive Motion at 1-2 (April 7, 2014).

The City requested that references be deleted to the City's municipal code in Issue 4.3 Urban Growth and Urban Services and Issue 6.5 SEPA Compliance. The City contends the Legislature restricted the Board jurisdiction to the Growth Management Act and specifically, RCW 36.70A.280 provides the Board shall hear only those petitions alleging non-compliance with GMA, the Shoreline Management Act (RCW 90.58), or the State Environmental Policy Act (RCW 43.21C). The City argues the Board has jurisdiction only over whether a local government complies with those three statutes and shall "only [review] certain type of actions: plans, development regulations, and amendments thereto. . . ."

The City requests that all references to the La Center Municipal Code should be eliminated because "compliance with the requirements of a local ordinance is not one of the enumerated bases for challenging a local government's GMA action before the Board."

Petitioners contend the Board does have jurisdiction to decide if a municipal code is consistent with a jurisdictions' comprehensive land use plan or with statutes under the Board's jurisdiction. "A city's compliance with its development regulation is an important component of complying with the GMA . . . the Board may properly review whether the city's action complied with the city's development regulation." Petitioners are not requesting the Board to enforce City codes outside the context of GMA or SEPA compliance. <sup>21</sup>

The Board reviews whether references to La Center's municipal code in Issue 4 and 6 are within the Board's jurisdiction. The cited municipal codes are LCMC 18.120.010 and .050 from these issue statements:

4. Urban Growth and Urban Services: Does the City's approval of the Amendments violate the urban growth criteria of RCW 36.70A.110(3) and (4) and related GMA Goals for urban growth, economic development and urban services, as follows:

. . .

4.3. by encouraging development without ensuring that adequate public facilities and services are available to support development without

<sup>&</sup>lt;sup>17</sup> *Id.* at 1.

<sup>&</sup>lt;sup>18</sup> *Id.* at 3.

<sup>&</sup>lt;sup>19</sup> *Id.* at 5.

Dragonslayer and Gilbert's Response to La Center's Dispositive Motion at 6 (April 7, 2014).
 Id. at 6.

decreasing current service levels below locally established minimum standards, in violation of RCW 36.70A.020(12) and **LCMC 18.120.050(3)**? [Dragonslayer K, County M]

6. SEPA Compliance: Did the City approve the Amendments without applying SEPA requirements as follows:

. .

6.5. Did the City's approval of the Amendments fail to comply with RCW 43.21C.030(2)(c); LCMC 18.120.010; and LCMC 18.120.050 because the FEIS improperly assumes that the City has the legal authority to provide extraterritorial service to the Tribe's proposed casino resort and fails to adequately evaluate significant conflicts between the proposed sewer extension, Growth Management Act restrictions, and Clark County planning policies? [Dragonslayer Q]

The Board has jurisdiction to review local governments' actions in regards to their comprehensive plans, development regulations and amendments *as they relate to compliance* with the GMA, Shoreline Management Act, and SEPA.<sup>22</sup> However, at the Hearing on the Merits, the parties agreed to abandon the reference to municipal codes in these issues.<sup>23</sup>

The Board **grants** the City's request to dismiss references to development regulations in Issues 4.3 and 6.5.

Motion to Supplement the Record

Petitioners moved to supplement the record in response to the City's brief which challenges facts in Petitioners' briefs.<sup>24</sup> Petitioners' proposed exhibits are "offered for the purpose of rebuttal" and will be necessary and of substantial assistance to the Board in reaching a decision about this case.<sup>25</sup> In response, the City and Intervenors object to supplementing the record with the proposed exhibits arguing they were untimely, were not relevant, and would not substantially assist the Board.<sup>26</sup>

Page 8 of 47

CORRECTED FINAL DECISION AND ORDER Case No. 14-2-0003c October 24, 2014 Growth Management Hearings Board 1111 Israel Road SW, Suite 301 P.O. Box 40953 Olympia, WA 98504-0953 Phone: 360-664-9170

Fax: 360-586-2253

31 | 24 F 32 | 25 /6

29 30

<sup>&</sup>lt;sup>22</sup> RCW 36.70A.280(1) and RCW 36.70A.300(1).

<sup>&</sup>lt;sup>23</sup> Hearing on the Merits, Transcript of Proceedings at 12:16, June 13, 2014.

<sup>&</sup>lt;sup>24</sup> Petitioners' Motion to Supplement the Record (June 6, 2014).

<sup>&</sup>lt;sup>25</sup> *Id.* at 3.

<sup>&</sup>lt;sup>26</sup> Hearing on the Merits, Transcript of Proceedings, at 11:21, June 13, 2014.

Exhibit 123, the Amicus Brief from the City of La Center to the US District Court, addresses the Court's pending decision about an anticipated tribal reservation and the Final Environmental Impact Statement (FEIS) by the Department of Interior regarding the property. Exhibits 124 and 125 are tribal newsletters with information about the proposed tribal reservation. Exhibit 126 are minutes from the May 8, 2014, Washington State Gambling Commission including a statement from the Mayor of La Center to the Commission regarding the proposed tribal reservation. Exhibit 127 is a bill for services from the City to the Cowlitz Tribe.

Upon review of the proposed exhibits, the parties' oral arguments and WAC 242-03-565, <sup>27</sup> the Board finds Exhibits 123 and 126 are of assistance to the Board and provide more information about the City's Sub-Area land use changes, the status and application of the City's National Pollution Discharge Elimination System (NPDES) permit and the City position before the Washington State Gambling Commission. <sup>28</sup> Further, the Cowlitz Tribal newsletters in Exhibits 124 and 125 provide necessary information about the federal court decisions and the proposed sewer line extension. Exhibit 127 is of assistance to the Board because it demonstrates a financial relationship between the City and the Tribe regarding payment for the SEPA analysis for extension of the sewer line. These exhibits assist the Board in understanding the larger context of this case.

The Board **grants** the Motion to Supplement the Record with Petitioners' Proposed Exhibits 123 through 127.

Petitioners' Motion to Supplement the Record, Exs. 123 at 4 and 126 at 2 (June 6, 2014).

WAC 242-03-565. "Motion to supplement the record. Generally, the board will review only documents and exhibits taken from the record developed by the city, county, or state in taking the action that is the subject of review by the board and attached to the briefs of a party. A party by motion may request that the board allow the record to be supplemented with additional evidence. (1) A motion to supplement the record shall be filed by the deadline established in the prehearing order, shall attach a copy of the document, and shall state the reasons why such evidence would be necessary or of substantial assistance to the board in reaching its decision, as specified in RCW 36.70A.290(4). The board may allow a later motion for supplementation on rebuttal or for other good cause shown. (2) Evidence arising subsequent to adoption of the challenged legislation is rarely allowed except when supported by a motion to supplement showing the necessity of such evidence to the board's decision concerning invalidity. (3) Exhibits attached to motions to supplement shall be cross-referenced in the briefs for the hearing on the merits, unless the presiding officer, in the order on motion to supplement, requires copies of supplemental exhibits to be attached also to the hearing on the merits brief." (emphasis added)

### V. LEGAL ISSUES, DISCUSSION AND ANALYSIS

### **The Challenged Action**

The City amended its comprehensive plan, capital facilities plan and development regulations to allow, under certain circumstances, a sewer line extension to property outside the City's UGA near Interstate 5. The property in question is 152 acres now zoned Agriculture-20. In 2002 the Cowlitz Indian Tribe applied to the Bureau of Indian Affairs asking that the property be taken into trust status. Federal Court cases are pending regarding the transfer to trust land status and the adequacy of environmental impact statements. The City has amended its comprehensive plan, capital facilities plan and development regulations to prepare for the potential development of the land as a casino resort, Recreational Vehicle Park, Tribal government buildings, elder housing, and a cultural center. The City's efforts culminated in December 2013 with the adoption of Ordinance 2013-0011.

The Petitioners either own property near the potential tribal trust lands or have businesses located in the City of La Center in Clark County. Petitioners challenge the City's action arguing it is premature, does not address all environmental impacts, and is not in compliance with the GMA. The specific challenge involves extending the City's sewer service beyond the UGA to lands that will not be subject to the jurisdiction of the GMA if the Bureau of Indian Affairs (BIA) and the U.S. Department of the Interior decide to take the land into trust status.

Ordinance 2013-011 amended La Center's Urban Area Comprehensive Plan,<sup>29</sup> the La Center Urban Area Capital Facilities Plan,<sup>30</sup> and La Center Development Regulations

CORRECTED FINAL DECISION AND ORDER Case No. 14-2-0003c October 24, 2014 Page 10 of 47 Growth Management Hearings Board 1111 Israel Road SW, Suite 301 P.O. Box 40953 Olympia, WA 98504-0953 Phone: 360-664-9170 Fax: 360-586-2253

<sup>&</sup>lt;sup>29</sup> Dragonslayer's Petition for Review, Ex. 1, Staff Report, Ex. A at 1. Under WAC 242-03-630(4) the Board takes official notice of the City's Comprehensive Plan which can be found at: <a href="http://www.ci.lacenter.">http://www.ci.lacenter.</a> wa.us/city\_departments/pdfs/1.ComprehensivePlan%202008.pdf

wa.us/city\_departments/pdfs/1.ComprehensivePlan%202008.pdf

30 Id. at 11. Under WAC 242-03-630(4), the Board takes official notice of the City's Capital Facilities Plan which can be found at:

http://www.ci.lacenter.wa.us/city\_departments/pdfs/CAP%20FAC%20TEXT%202008%20-%20ADOPTED.pdf

(LCMC 13.10.370).<sup>31</sup> As summarized by the City staff report, the changes to the City Comprehensive Plan include the following:<sup>32</sup>

- Policy 1.1.3: Clarifies that this policy applies only within the city limits.
- Policy 1.3.1: Identifies the benefits of commercial development in and adjacent to La Center, including increased commercial activity within La Center.
- Policy 1.4.1: Acknowledges that annexation of the La Center Junction area has already been accomplished.
- Policy 1.4.3: Clarifies planning objectives for the I-5 Junction area; specifies that various objectives apply within city limits; endorses use of development agreements and other tools for construction of infrastructure improvements; encourages development within city limits that complements the development and uses in downtown La Center; and provides that the City shall evaluate opportunities to coordinate with the Cowlitz Tribe regarding eventual development of the Cowlitz Reservation, including extension of City sewer service.
- Policy 4.1.4: Includes affected tribal governments in the list of entities with which the City will coordinate the provision of public facilities and services.
- Policy 4.2.3: Provides that City will not extend sewer service outside the UGA
  except in one of two circumstances: (1) to correct a public health hazard; or (2) to
  serve land that is owned or held in trust by the federal government that is not
  subject to the GMA.
- Policy 4.2.5: Corrects a typographical error by changing "affect" to "effect."
- Policy 4.2.8: Clarifies that annexation requirements apply only inside the City's UGA, and that annexation is not required in connection with extension of sewer service to federal lands; provides for agreements in lieu of annexation.

CORRECTED FINAL DECISION AND ORDER Case No. 14-2-0003c October 24, 2014 Page 11 of 47

<sup>&</sup>lt;sup>31</sup> Dragonslayer's Petition for Review, Ex. 1, Staff Report, Ex. A at 14. Under WAC 242-03-630(4), the Board takes official notice of LCMC 13.10.370 which can be found at: <a href="http://www.codepublishing.com/wa/lacenter/">http://www.codepublishing.com/wa/lacenter/</a> ld. at 3 and at <a href="http://www.ci.lacenter.wa.us/community/cowlitz/pdfs/Ordinance%202013-011%2012.11.2013%20Council%20Meeting.pdf">http://www.ci.lacenter.wa.us/community/cowlitz/pdfs/Ordinance%202013-011%2012.11.2013%20Council%20Meeting.pdf</a>.

- Policy 8.1.1: Deletes unnecessary language identical to GMA statute; recognizes
  that lands held in trust or owned by the federal government are not subject to the
  GMA; adds policy that the City will not allow or facilitate urban development on
  land that is subject to the GMA and designated as rural.
- Policy 8.2.3: Clarifies that annexation requirements for urban services apply only to privately-owned areas within the UGA, and that annexation is not required for lands not subject to the GMA.
- Policy 8.2.4: Clarifies that annexation requirements for sewer service do not apply to federal lands; encourages coordination between the City, Clark County and Clark Public Utilities in provision of urban service within the UGA; reaffirms City's intent to be the exclusive provider of sewer service within its UGA.
- Policy 8.3.3: Clarifies that this policy applies only within the City's UGA.
- Policy 8.3.4: Clarifies that this policy applies only within the City's UGA.
- Policy 8.3.7: Deletes unnecessary language because annexation has already occurred.

The City also amended its Capital Facilities Plan to update the General Sewer Plan by incorporating it into Appendix B of the Capital Facilities Plan. It amended the Capital Facilities Plan policies to be consistent with the Comprehensive Plan policy amendments described above. Lastly, the City amended its Municipal Code (LCMC 13.10.370) to conform with changes to the Comprehensive Plan and Capital Facilities Plan. This development regulation now has two conditions under which the City would extend sewers beyond the UGA: for public health reasons and to connect with federal lands not subject to the GMA. The development regulation specifies that an agreement to provide sewer service to a tribe or federal agency would prohibit that agency or tribe from connecting the service to GMA rural lands.

## **GMA Issues**

# **Issue 1: Inter-jurisdictional Consistency and Coordination**

Did the City approve the Amendments without ensuring coordination and consistency between the City's comprehensive plan policies and the comprehensive plan and county-wide planning policies (CPP) of Clark County in violation of RCW 36.70A.100, RCW 36.70A.130, RCW 36.70A.210(1), RCW 36.70A.020(11), RCW 36.70A.010, and RCW 36.70A.011 as follows:

- 1.1. by failing to cooperate and coordinate its actions with Clark County, and by adopting comprehensive plan provisions that are neither coordinated nor consistent with the Clark County Plan contrary to County-wide Planning Policies 1.1.11, 1.1.12, 6.0.2, 6.0.6, 6.3.8, and 6.3.10? [County A, C, E, G; Dragonslayer A, C, E]
- 1.2. by failing to cooperate to ensure the preservation and protection of natural resources, critical areas, open spaces, and recreational lands within and near the urban areas through adequate and compatible policies and regulations contrary to County-wide Planning Policy 3.0.2? [County B]
- 1.3. by encouraging development that erodes and damages the rural sense of community and quality of life and the rural character that the GMA and the Clark County Plan seek to promote in rural, agricultural Clark County, contrary to County-wide Planning Policy 3.0.1? [Dragonslayer F, County H]

Applicable Laws:

## RCW 36.70A.010 Legislative findings.

The legislature finds that uncoordinated and unplanned growth, together with a lack of common goals expressing the public's interest in the conservation and the wise use of our lands, pose a threat to the environment, sustainable economic development, and the health, safety, and high quality of life enjoyed by residents of this state. It is in the public interest that citizens, communities, local governments, and the private sector cooperate and coordinate with one another in comprehensive land use planning. Further, the legislature finds that it is in the public interest that economic development programs be shared with communities experiencing insufficient economic growth.

## RCW 36.70A.020 Planning goals.

(11) Citizen participation and coordination. Encourage the involvement of citizens in the planning process and <u>ensure coordination between communities and jurisdictions to reconcile conflicts</u>. (emphasis added)

#### RCW 36.70A.100 Comprehensive plans — Must be coordinated.

The comprehensive plan of each county or city that is adopted pursuant to RCW 36.70A.040 shall be coordinated with, and consistent with, the comprehensive plans adopted pursuant to RCW 36.70A.040 of other counties or cities with which the county or city has, in part, common borders or related regional issues.

# RCW 36.70A.130 Comprehensive plans — Review procedures and schedules — Amendments.

(1)(d) Any amendment of or revision to a comprehensive land use plan shall conform to this chapter. Any amendment of or revision to development regulations shall be consistent with and implement the comprehensive plan.

## RCW 36.70A.210 Countywide planning policies.

(1) The legislature recognizes that counties are regional governments within their boundaries, and cities are primary providers of urban governmental services within urban growth areas. For the purposes of this section, a "countywide planning policy" is a written policy statement or statements used solely for establishing a countywide framework from which county and city comprehensive plans are developed and adopted pursuant to this chapter. This framework shall ensure that city and county comprehensive plans are consistent as required in RCW 36.70A.100. Nothing in this section shall be construed to alter the land-use powers of cities. (emphasis added)

Position of the Petitioners:<sup>33</sup>

Petitioner Clark County argues RCW 36.70A.100, .130(1)(d) and .210 require La

CORRECTED FINAL DECISION AND ORDER Case No. 14-2-0003c October 24, 2014 Page 14 of 47

<sup>&</sup>lt;sup>33</sup> Petitioner Clark County's Prehearing Brief presented the argument on this issue. Petitioners Dragonslayer, Inc. and Michels Development, LLC adopt and incorporate by reference the briefing and arguments regarding this issue presented by Petitioner Clark County. See Prehearing Brief of Dragonslayer, Inc. and Michels Development, LLC at 2. Petitioners Greg and Susan Gilbert adopt and incorporate by reference arguments regarding this issue presented by Petitioner Clark County. See Prehearing Brief of Greg and Susan Gilbert at 14.

Center's comprehensive plan and amendments thereto be "coordinated and consistent with Clark County's plan and conform to GMA, and directs that cities and counties together create countywide planning policies."34 In 2007, the County updated its comprehensive land use plan by including an introductory chapter with Countywide Planning Policies (CPPs) to form an over-arching "Community Framework" for eleven topics (e.g., land use, housing, transportation, etc.). The CPPs were intended to guide and implement a 20-year vision for the County and its cities.<sup>35</sup> The County contends the City's Ordinance 2013-011 does not comport with the over-arching Countywide Planning Policies. According to the County, Ordinance 2013-011 encourages sprawl or leapfrog development, contemplates extraterritorial provision of urban services and encourages commercial development adjacent to the City and not within the Urban Growth Area.<sup>36</sup>

The County argues Ordinance 2013-011 is inconsistent with and thwarts implementation of CPP 1.1.12, 3.0.2, 6.0.2, 6.0.6, 6.3.8, and 6.3.10.<sup>37</sup> When the County updated its comprehensive plan, the cities agreed with the CPPs to coordinate planning within Clark County and to ensure "public facilities and services are consistent and designed to implement adopted comprehensive plans."38 Despite the County urging the City to take a different course, the City amended its own policies to provide extraterritorial urban services

30

31

32

<sup>&</sup>lt;sup>34</sup> Clark County's Prehearing Brief at 5-8.

<sup>35</sup> Clark County Comprehensive Plan 2004-2024 updated 2007. See chapter on *The Community Framework* Plan at 1 "In order to achieve the vision of Clark County as a collection of distinct communities surrounded by open space, agriculture, and forest uses, Clark County and each of the cities and will adopt certain types of policies. The general framework policies are outlined below by element of the Comprehensive Growth Management Plan (20-Year Plan). The process-oriented county-wide planning policies which were adopted by the county in August 1992, and amended in 2000, 2004 and 2007 are found in each applicable plan element. The framework policies guide implementation of the vision of Clark County's future preferred by many of its residents. The policies provide a framework within which the county can bridge the gap between the general land use concepts presented in the Community Framework Plan and the detailed (parcel level) 20-Year Plan required by the State Growth Management Act. Supplemental to the Community Framework Plan, the county and each jurisdiction, can develop more specific policies for the their required 20-year time frame, in order to ensure that the resulting plans will work to achieve the overall vision of the future for Clark County." <sup>36</sup> Clark County's Prehearing Brief at 7.

<sup>&</sup>lt;sup>37</sup> *Id.* at 7-9. NOTE: In its motion for reconsideration, the City noted that 6.3.8 was not a county-wide planning policy. The Board agreed and amended its decision to reference the 20-Year County Planning Policy 6.3.8; see below on p. 22. 38 *Id.* at 8.

25

26

27 28

29

30

31

32

1

and encourage growth outside the UGA contrary to the CPPs.<sup>39</sup> For these reasons, the County contends the City should be found non-compliant with RCW 36.70A.100, RCW 36.70A.130(1)(d), and RCW 36.70A.210(1). The County reiterated its position in its reply brief.<sup>40</sup>

Respondent and Intervenor:41

The City responds the CPP framework is to ensure consistency, but it also argues "Jurisdictions can have competing visions for property, but **inconsistency** requires that provisions actually thwart the achievement of competing policy."<sup>42</sup> (emphasis from original) The City argues Ordinance 2013-011 is "not facially inconsistent with CPP[s]" and that the County did not make sufficient effort to facially compare and contrast the actual language between the CPPs and the City's amended text to show how they were contradictory.<sup>43</sup> The City states none of its amendments are inconsistent with the CPPs and responds as follows:<sup>44</sup>

- Policy 1.1.3 clarifies the City's standards for urban development apply to land within the City limits and does not authorize urban development beyond the UGA.
- Policy 1.3.1 recognizes that commercial development in and adjacent to La Center provides various benefits, including increased commercial activity and does not authorize development beyond the UGA.
- Policy 1.4.3(h) clarifies City planning objectives for the I-5 Interchange area, including evaluation of "opportunities to coordinate" with the Cowlitz Tribe regarding eventual development of the Cowlitz Reservation, including extension of City sewer service.
- Policy 4.2.3 prohibits city sewer service beyond the La Center UGA, except in one of two circumstances, and then only upon approval by the City Council: (a) to correct a declared public health hazard, or (b) to serve land that is owned or held in trust by the federal government that is not subject

CORRECTED FINAL DECISION AND ORDER Case No. 14-2-0003c October 24, 2014 Page 16 of 47 Growth Management Hearings Board 1111 Israel Road SW, Suite 301 P.O. Box 40953 Olympia, WA 98504-0953 Phone: 360-664-9170

<sup>&</sup>lt;sup>39</sup> *Id.* at 8.

Petitioners Dragonslayer and Gilbert incorporated by reference the County's reply arguments regarding Issue 1.

<sup>&</sup>lt;sup>41</sup> Intervenor Salishan-Mohegan and the Cowlitz Tribe did not submit arguments on Issue 1.

<sup>&</sup>lt;sup>42</sup> Brief of Respondent City of La Center at 8.

<sup>&</sup>lt;sup>43</sup> *Id.* at 9.

<sup>&</sup>lt;sup>44</sup> *Id.* at 9-13.

- to the GMA. No reference is made to the Cowlitz property in this statement.
- Policy 8.1.1 adopted the same wording as the County's CPP 6.0.2 which provides that plans for public services must be coordinated with various land uses.<sup>45</sup>

In summary, the City contends its amendments establish standards to be used when evaluating future proposals to extend City services and are not inconsistent with the County's coordination policies.

Board Discussion, Analysis and Decision

Countywide planning policies are a key element of the GMA consistency framework. GMA Goal 11 provides that counties and cities are to "ensure coordination between communities and jurisdictions to reconcile conflicts." To implement this goal, RCW 36.70A.100 provides that "[t]he comprehensive plan of each county or city that is adopted pursuant to RCW 36.70A.040 shall be coordinated with, and consistent with, the comprehensive plans adopted pursuant to RCW 36.70A.040 of other counties or cities with which the county or city has, in part, common borders or related regional issues." Coordination and consistency between a county and its cities is provided in the GMA through the provision for countywide planning policies in RCW 36.70A.210.

RCW 36.70A.210(1) establishes county-wide planning policies (CPPs) that provide a "framework [that] shall ensure that city and county comprehensive plans are consistent as required in RCW 36.70A.100."<sup>47</sup> The Department of Commerce's guidelines at WAC 365-196-305(3) state categorically: "The comprehensive plans of . . . cities **must comply** with

CORRECTED FINAL DECISION AND ORDER Case No. 14-2-0003c October 24, 2014 Page 17 of 47 Growth Management Hearings Board 1111 Israel Road SW, Suite 301 P.O. Box 40953 Olympia, WA 98504-0953 Phone: 360-664-9170

<sup>&</sup>lt;sup>45</sup> Petitioner Clark County's Prehearing Brief at 7-8 and City of La Center Staff Report, 2013 Comprehensive Plan Amendments Ordinance 2013-011 at 10, *Urban Growth and Annexation Policies* 8.1.1, "In cooperation with the County, other municipalities, and special districts, La Center shall establish an Urban Growth Area <u>as provided under the Growth Management Act. Lands held in trust or owned by the federal government are not subject to the Growth Management Act. The City will not allow or facilitate urban development on land that is <u>subject to the GMA and designated as rural.</u> within which urban growth shall be encouraged and outside of which growth may occur only if it is not urban in nature. The Urban Growth Area may include territory located outside the City if such territory is characterized by urban growth or is adjacent to areas characterized by urban growth."</u>

<sup>&</sup>lt;sup>46</sup> RCW 36.70A.020(11). <sup>47</sup> RCW 36.70A.210(1).

32

both the countywide planning policies and the [GMA]" (emphasis added). Our Supreme Court has definitively ruled that the "framework to ensure consistency" which is provided by CPPs is binding on local jurisdictions. In *King County v. Central Puget Sound GMHB*,<sup>48</sup> the Court addressed the question "whether the directive provisions of CPPs must be binding in order to fulfill their purpose under the GMA." The Court reasoned:

- The GMA requires county and city comprehensive plans to be consistent with each other in order to ensure harmonious land use planning. RCW 36.70A.100.
- RCW 36.70A.210(1) provides that "a 'county-wide planning policy [CPP]' is a written policy statement or statements used solely for establishing a county-wide framework from which county and city comprehensive plans are developed and adopted pursuant to this chapter. This framework shall ensure that city and county comprehensive plans are consistent as required in RCW 36.70A.100." (emphasis added)
- Local governments are required to adopt regionally developed CPPs, from which local comprehensive plans, and then development regulations, are enacted. The CPPs are thus the major tool provided in the GMA to ensure that the comprehensive plans of each city within a county agree with each other.
- If the CPPs served merely as a nonbinding guide, municipalities would be at liberty to reject CPP provisions and the CPPs could not ensure consistency between local comprehensive plans.

The Court concluded that CPPs are binding on local jurisdictions and local comprehensive plan amendments may not contravene GMA-compliant CPPs. RCW 36.70A.100 establishes that city plans "shall be coordinated with and consistent with" the comprehensive plan of the county with which it has common borders. Any amendment or revision to the city plan "shall conform to this chapter." (RCW 36.70A.130(1)(d)). In *Chevron USA Inc. v. Hearings Board*, the Court of Appeals explained: "Consistency means that provisions are compatible with each other – that they fit together properly. In other words, one provision may not thwart another." WAC 365-196-210(7) defines consistency as:

Growth Management Hearings Board 1111 Israel Road SW, Suite 301 P.O. Box 40953 Olympia, WA 98504-0953 Phone: 360-664-9170

<sup>&</sup>lt;sup>48</sup> King County v. Central Puget Sound Bd., 138 Wn.2d 161, 175-176, 979 P.2d 374 (1999).

<sup>&</sup>lt;sup>49</sup> 123 Wn. App. 161, 167; see City of Shoreline v Snohomish County, Coordinated Cases 09-3-0012c and 10-3-0011c, Final Decision and Order (May 17, 2011), at 13: County's designation of an urban center that would

2

3

"Consistency" means that no feature of a plan or regulation is incompatible with any other feature of a plan or regulation. Consistency is indicative of a capacity for orderly integration or operation with other elements in a system.

Consistency and coordination between the plans of local jurisdictions, the Supreme Court explained, are necessary to "ensure harmonious planning." <sup>50</sup>

With this in mind, the Board reviewed the City's amendments and Petitioners' arguments. The Board notes the County's Comprehensive Plan does contain Countywide Planning Policies (CPP) under its Community Vision chapter. The Board reviews the City's amendments for inconsistencies with CPP 1.1.12; 3.0.2; 6.0.6; 6.3.8<sup>52</sup> and 6.3.10. Clark County's 2007 Comprehensive Plan reflects Legislative requirements for countywide planning policies:

In 1991 the legislature amended the GMA to require adoption of "county-wide" planning policies that would provide a procedural framework for coordinated production of comprehensive plans.<sup>53</sup>

The County's Comprehensive Land Use Plan includes Countywide Planning Policies (CPPs) which are intended to provide a framework to ensure consistency between County and city comprehensive plans.<sup>54</sup> Regarding land use policies and coordination, the County's Comprehensive Land Use Plan has CPPs require the following:<sup>55</sup>

CPP 1.1.12 Coordination of land use planning and development:

- Clark County and each municipality shall cooperatively prepare land use and transportation plans and consistent development guidelines for the urban area.
- Comprehensive Plans must be coordinated. The comprehensive plan of

cause adjacent city's transportation and capital facilities plans to be out of compliance with GMA violated the inter-jurisdictional consistency requirement of RCW 36.70A.110.

<sup>50</sup> King County v. Central Puget Sound Bd., 138 Wn.2d 161, 175-176, 979 P.2d 374 (1999).

<sup>&</sup>lt;sup>51</sup> Clark County 2007 Comprehensive Plan 2004-2024 at 1-1. <a href="http://www.clark.wa.gov/planning/comp\_plan/documents/WebVersion\_AmORD2012-12-20.pdf">http://www.clark.wa.gov/planning/comp\_plan/documents/WebVersion\_AmORD2012-12-20.pdf</a>. The Board takes official notice of the County's 2007 Comprehensive Plan pursuant to WAC 242-03-630(4).

<sup>&</sup>lt;sup>52</sup> Upon reconsideration, the Board agreed with the City that 6.3.8 was a County 20-Year Planning Policy and not a County-wide Planning Policy. Thus the Board amends its decision regarding 20-Year Planning Policy 6.3.8 as shown below.

<sup>&</sup>lt;sup>53</sup> *Id.* at I-1.

<sup>&</sup>lt;sup>54</sup> *Id.* at I-5.

<sup>&</sup>lt;sup>55</sup> *Id.* at chapter 1, Land Use Element at 1-21.

each county or city shall be coordinated with, and consistent with, the Comprehensive Plans adopted by other counties or cities with which Clark County or city has, in part, common borders or related regional issues. The city and Clark County shall play partnership roles in the production of plans which provide the opportunity for public and mutual participation, review and comment.

• Urban development shall be limited to areas designated by the urban growth boundary. Clark County and each local jurisdiction urban areas would have a higher average density than currently exists, approximately 4, 6 to 8, units per net residential acre depending on the specific urban area. No more than 75 percent of the new housing stock would be of a single product type (e.g., single-family detached residential or attached multi-family). This would not apply to the Yacolt urban growth area due to wastewater management issues.

The County contends the City's amendments are inconsistent with CPP 1.1.12. The City's Land Use Policy 1.1.3 amendment provides:

# Land Use Policy 1.1.3 – General Development

Development within the city limits of La Center shall occur in a logical manner which allows for orderly and efficient provision of roads, sewer and water, and other services. Within its city limits, La Center shall discourage sprawl or leapfrog development patterns inconsistent with its growth objectives.

Land Use Policy 1.1.3 does not allow urban development outside the urban growth area nor does it allow leapfrog development outside the urban growth area. Petitioner's arguments are not persuasive regarding City Land Use Policy 1.1.3. The Board finds the Petitioners have failed to establish an inconsistency between City Land Use Policy 1.1.3 and CPP 1.1.12.

However, the Board finds inconsistency between City Policy 1.3.1 and County-wide Planning Policy 1.1.12.<sup>56</sup> With Policy 1.3.1, the City encourages commercial development

CORRECTED FINAL DECISION AND ORDER Case No. 14-2-0003c October 24, 2014 Page 20 of 47 Growth Management Hearings Board 1111 Israel Road SW, Suite 301 P.O. Box 40953 Olympia, WA 98504-0953 Phone: 360-664-9170 Fax: 360-586-2253

<sup>&</sup>lt;sup>56</sup> City Policy: 1.3.1 Commercial Development

Where appropriate, commercial development in <u>and adjacent to</u> La Center shall be encouraged as it provides some or all of the following benefits:

a) Provide employment or economic opportunities for the people of La Center and surrounding areas.

b) Provide goods or service for the people of La Center and surrounding area.

"adjacent to" La Center while the County's CPP 1.1.12 specifies that "Urban development shall be limited to areas within the UGA." The Board finds that City Policy 1.3.1 contradicts CPP 1.1.12 and thus violates RCW 36.70A.100 and .210(1) because these statutes require county and city comprehensive plans to be coordinated and consistent. 58

Amendments to City Policy 1.4.3(h) and City Policy 4.2.3 concern land abutting the City's UGA and sewer extensions:

City Policy 1.4.3(h) The City shall evaluate opportunities to coordinate with the Cowlitz Tribe regarding eventual development of the Cowlitz Tribe Reservation adjacent to the City's corporate limits, including extension of City sewer service.

City Policy 4.2.3 The City of La Center shall not extend sewer service outside of the La Center UGA, except to address significant public health hazards, without the express written consent of the La Center City Council. except in one of the following circumstances, and then only upon written consent of the La Center City Council:

- a) To correct a declared public health hazard, in which case service may be extended only to the health hazard area, with no sewer connections within the intervening or surrounding rural areas; or
- b) To serve land abutting the City's municipal boundary or UGA boundary that is owned or held in trust by the federal government and not subject to
- c) Provide tax revenue for the City of La Center.
- d) Increased commercial activity within La Center. (italicized emphasis added)

#### County-wide Planning Policy 1.1.12

Coordination of land use planning and development:

- Clark County and each municipality shall cooperatively prepare land use and transportation plans and consistent development guidelines for the urban area.
- Comprehensive Plans must be coordinated. The comprehensive plan of each county or city shall be coordinated with, and consistent with, the comprehensive plans adopted by other counties or cities with which Clark County or city has, in part, common borders or related regional issues. The city and Clark County shall play partnership roles in the production of plans which provide the opportunity for public and mutual participation, review and comment.
- ...• <u>Urban development shall be limited to areas designated by the urban growth boundary.</u> Clark County and each local jurisdiction urban areas would have a higher average density than currently exists, approximately 4, 6 to 8, units per net residential acre depending on the specific urban area. No more than 75 percent of the new housing stock would be of a single product type (e.g., single-family detached residential or attached multi-family). This would not apply to the Yacolt urban growth area due to wastewater management issues. (Underline emphasis added)
- <sup>57</sup> Clark County Prehearing Brief at 7.
- <sup>58</sup> See Order Granting Reconsideration, October 24, 2014 at 3, n. 5 which deletes reference to a non-existent subsection (1) in RCW 36.70A.100.

 the Growth Management Act, e.g. land within the reservation of a federally acknowledged Indian Tribe. Such land is not subject to restrictions on urban service delivery under the GMA or other state or local laws, policies, or regulations. In such circumstances the City Council shall require a written agreement that provides for payment of infrastructure costs to serve the federal property or trust land, and prohibits the recipient of sewer service from providing sewer connections to serve any rural area subject to the GMA. The City Council may include in such agreement a reasonable cap on the amount of treatment capacity allocated to the recipient, and provide for amendment to expand the amount of allocated treatment capacity based upon future expansion of wastewater treatment plant capacity. The City Council may also require in such agreement an enforceable guarantee that only federal property or trust land will be allowed access to the City's sewer system. (emphasis in original)

Upon Reconsideration, the Board finds that read together these two policies are inconsistent with 20-year Planning Policy 6.3.8 because they allow the City to evaluate opportunities in connection with developing land adjacent to the city limits and extending sewer service to land outside the UGA. 20-year Planning Policy 6.3.8 prohibits sewer extensions except in response to health hazards or under limited exceptions, not including service to tribal lands:

## 20-year Planning Policy 6.3.8

Extension of public sewer service shall not be permitted outside urban growth areas, except in response to documented health hazards; <u>or to provide public sewer to regional park facilities, K-12 public schools, in designated rural centers; or where the county has contractually committed to permit public sewer connection.</u> (emphasis added)

It is evident that City Policies 1.4.3(h) and 4.2.3 would allow sewer extension and urban development to occur beyond the City's UGA. The Board finds that City Policies 1.4.3(h) and 4.2.3(b) conflict with 20-year Planning Policy 6.3.8 and thus violate RCW 36.70A.100 because "the comprehensive plan of each county or city . . . shall be coordinated with, and

consistent with, the comprehensive plans . . . of other counties or cities with which the county or city has, in part, common borders or related regional issues."<sup>59</sup>

Upon further review during its reconsideration deliberations, the Board also found that CPP 1.1.12 seeks to insure urban development is limited to areas designated by the urban growth boundary. Amended City Policies 1.4.3(h) and 4.2.3 directly conflict with County-wide Planning Policy 1.1.12 as the amended policies contemplate the extension of urban services beyond the La Center urban growth boundary.

Thus, in summary for Issue 1, Petitioners' met their burden of proof demonstrating that City Policy 1.3.1 is inconsistent with CPP 1.1.12. Further, upon reconsideration, the Board finds that City policies 1.4.3(h) and 4.2.3(b) conflict with both the 20-Year Planning Policy 6.3.8 and conflict with the County-wide Planning Policy 1.1.12. Thus, they violate RCW 36.70A.100 and RCW 36.70A.210(1). The former mandates that the comprehensive plan of each county shall be coordinated with, and consistent with, the comprehensive plans of cities with which the county has common borders or related regional issues while the latter requires consistency of city plans with county-wide planning policies.

## **Issue 2: Internal Consistency**

Did the City's approval of the Amendments amend its development regulations without assuring consistency with comprehensive plan standards in violation of RCW 36.70A.130(1)(d)? [Dragonslayer B, County D]

At the hearing on the merits, all parties agreed the development regulations in Issue 2 were not being contested.

Upon request for reconsideration by the petitioners, the Board found all of the amendments referenced by the petitioners in their briefing and argument in regards to Issue 2 are <u>comprehensive plan</u> amendments. But Issue 2 specifically challenges amendments to the City's <u>development regulations</u>: "Did the City ... <u>amend its development regulations</u> without assuring consistency with comprehensive plan standards" (emphasis added). None of the amendments cited and discussed in the Petitioners' brief under Issue 2 are

<sup>&</sup>lt;sup>59</sup> See GMHB Order Granting Reconsideration, October 24, 2014 at 3.

32

development regulations. These petitioners are in fact arguing the referenced comprehensive plan policies are internally inconsistent or non-compliant with the GMA, an argument that possibly could have been raised under RCW 36.70A.130(1)(d)'s first sentence, and definitely could be raised under RCW 36.70A.070, had the Petitioners' issue statement referenced comprehensive plan amendments.

On reconsideration, the Board finds the Dragonslayer petitioners failed to establish a violation of RCW 36.70A.130(1)(d) in regards to amendment of development regulations as set forth in Issue 2.<sup>60</sup>

## **Issue 3: Preservation of Agricultural Lands**

Did the City violate its duty under RCW 36.70A.020(8), RCW 36.70A.060(1); RCW 36.70A.177; RCW 43.21C.011; and RCW 43.21C.030 to conserve and protect natural resource lands, including agricultural lands, as follows:

- 3.1. by approving the Amendments without addressing the likely and foreseeable significant and adverse environmental impacts that would result to natural resource lands underlying and surrounding the land proposed for a tribal casino outside a designated UGA? [Dragonslayer D, County F]
- 3.2. by improperly encouraging uses incompatible with agriculture? [Dragonslayer I, County K]

Applicable Laws:

# RCW 36.70A.020 Planning goals.

(8) Natural resource industries. Maintain and enhance natural resource-based industries, including productive timber, agricultural, and fisheries industries. Encourage the conservation of productive forest lands and productive agricultural lands, and discourage incompatible uses.

# RCW 36.70A.060 Natural resource lands and critical areas — Development regulations.

(1)(a) Except as provided in \*RCW 36.70A.1701, each county that is required or chooses to plan under RCW 36.70A.040, and each city within such county, shall adopt development regulations on or before September 1,

Growth Management Hearings Board 1111 Israel Road SW, Suite 301 P.O. Box 40953 Olympia, WA 98504-0953 Phone: 360-664-9170 Fax: 360-586-2253

<sup>&</sup>lt;sup>60</sup> See GMHB Order Granting Reconsideration, October 24, 2014 at 10.

1991, to assure the conservation of agricultural, forest, and mineral resource lands designated under RCW 36.70A.170.

## RCW 36.70A.177 Agricultural lands — Innovative zoning techniques — Accessory uses.

(1) A county or a city may use a variety of innovative zoning techniques in areas designated as agricultural lands of long-term commercial significance under RCW 36.70A.170. The innovative zoning techniques should be designed to conserve agricultural lands and encourage the agricultural economy. Except as provided in subsection (3) of this section, a county or city should encourage nonagricultural uses to be limited to lands with poor soils or otherwise not suitable for agricultural purposes.

## RCW 43.21C.011 Finding — Preservation and conservation of agricultural lands RCW 43.21C.030 Guidelines for state agencies, local governments — **Statements**

Position of the Petitioners:61

Petitioner Gilbert contends the GMA obligates the City to assure the conservation of agricultural land. The Cowlitz property is designated as agricultural land pursuant to RCW 36.70A.177 and zoned Agriculture 20. Petitioners claim the City seeks to encourage urban facilities and promote urban land uses on the Cowlitz property that are incompatible with agricultural use. They argue the City's amendments pre-authorize and enable the City to provide urban sewer services to the agricultural property as soon as it is placed into federal trust for the Cowlitz Tribe, thereby violating its duty to preserve agricultural lands.<sup>62</sup> The Soccer Fields decision is cited to bolster their arguments that the City "may not undermine the Act's agricultural conservation mandate by adopting . . . amendments that allow the conversion of entire parcels of prime agricultural soils to an unrelated use."63

Fax: 360-586-2253

29

30

31

32

<sup>&</sup>lt;sup>61</sup> Petitioners Clark County, Dragonslayer, Inc. and Michels Development, LLC adopt and incorporate by reference the briefing and arguments presented by Petitioner Gilbert. <sup>62</sup> Petitioner Gilbert Prehearing Brief at 19-20.

<sup>&</sup>lt;sup>63</sup> Soccer Fields, 142 Wn.2d at 561 "...the County may not then undermine the Act's agricultural conservation mandate by adopting "innovative" amendments that allow the conversion of entire parcels of prime agricultural soils to an unrelated use. The explicit purpose of RCW 36.70A.177 is to provide for creative alternatives that conserve agricultural lands and maintain and enhance the agricultural industry."

Respondent and Intervenors: 64

The City responds its policy amendments do not "pre-authorize" or "facilitate" conversion of agricultural land. Instead, the City would extend city sewer service only to address public health concerns or to serve federal property that is no longer subject to the GMA. The federal acquisition, if and when it occurs, would remove the GMA "agricultural" designation from the site. Clark County's GMA agricultural land designation would not apply to lands under federal jurisdiction and the lands would not be subject to the GMA. Accordingly, the City contends it did not violate the GMA.

Board Analysis and Decision:

Petitioner Gilbert states the "City's action substantially interferes with the GMA's goal of maintaining and enhancing agricultural industry," but Petitioners do not cite specific GMA statutes violated by the City nor offer legal arguments documenting the land was dedesignated from agricultural land. The City's Ordinance does not de-designate agricultural land. While the City's action may certainly facilitate the future de-designation of agricultural lands, the Board does not find a violation of GMA.

The Board finds the Petitioners failed to brief and argue the GMA claims in Issue 3 and they are deemed abandoned. The Board dismisses Issue 3.

#### Issue 4: Urban Growth and Urban Services:

Does the City's approval of the Amendments violate the urban growth criteria of RCW 36.70A.110(3) and (4) and related GMA Goals for urban growth, economic development and urban services, as follows:

4.1. by improperly extending urban governmental services into a rural, agricultural area and encouraging urban development outside of an urban area where adequate public facilities and services exist or can be provided in an efficient manner in violation of RCW 36.70A.020(1)? [Dragonslayer G, County I]

Growth Management Hearings Board 1111 Israel Road SW, Suite 301 P.O. Box 40953 Olympia, WA 98504-0953 Phone: 360-664-9170 Fax: 360-586-2253

CORRECTED FINAL DECISION AND ORDER Case No. 14-2-0003c October 24, 2014 Page 26 of 47

<sup>&</sup>lt;sup>64</sup> Intervenor Salishan-Mohegan and the Cowlitz Tribe concur with the City's arguments and state the Board need not reach this issue because the City's ordinance makes no attempt to authorize sewer extension to agricultural land. See Intervenor's brief at 6 (May 28, 2014).

1

2

- 4.2. by encouraging economic development that is inconsistent with existing comprehensive plans and is harmful to existing businesses in violation of RCW 36.70A.020(5)? [Dragonslayer H, County J]
- 4.3. by encouraging development without ensuring that adequate public facilities and services are available to support development without decreasing current service levels below locally established minimum standards, in violation of RCW 36.70A.020(12) and LCMC 18.120.050(3)? [Dragonslayer K, County M]

Applicable Laws:

#### RCW 36.70A.020 Planning goals.

. .

(1) Urban growth. Encourage development in urban areas where adequate public facilities and services exist or can be provided in an efficient manner.

. .

(5) Economic development. Encourage economic development throughout the state that is consistent with adopted comprehensive plans, promote economic opportunity for all citizens of this state, especially for unemployed and for disadvantaged persons, promote the retention and expansion of existing businesses and recruitment of new businesses, recognize regional differences impacting economic development opportunities, and encourage growth in areas experiencing insufficient economic growth, all within the capacities of the state's natural resources, public services, and public facilities.

. . .

(12) Public facilities and services. Ensure that those public facilities and services necessary to support development shall be adequate to serve the development at the time the development is available for occupancy and use without decreasing current service levels below locally established minimum standards.

# RCW 36.70A.110 Comprehensive plans — Urban growth areas

. . .

(3) Urban growth should be located first in areas already characterized by urban growth that have adequate existing public facility and service capacities to serve such development, second in areas already characterized by urban growth that will be served adequately by a combination of both existing public facilities and services and any additional needed public facilities and services that are provided by either public or private sources,

and third in the remaining portions of the urban growth areas. Urban growth may also be located in designated new fully contained communities as defined by RCW 36.70A.350.

(4) In general, cities are the units of local government most appropriate to provide urban governmental services. In general, it is not appropriate that urban governmental services be extended to or expanded in rural areas except in those limited circumstances shown to be necessary to protect basic public health and safety and the environment and when such services are financially supportable at rural densities and do not permit urban development.

## Position of the Petitioners:65

Petitioner Gilbert contends GMA planning goals encourage growth in urban areas where adequate public facilities and services exist or can be provided in an efficient manner. Urban growth should not result in inappropriate conversion of undeveloped land into sprawling, low-density development and incompatible uses should be discouraged on natural resource lands. The City amendments are based on the future possibility that the Cowlitz Tribe will develop 152 acres adjacent to the City's UGA. The City should not "undermine" GMA provisions against extending urban sewer service outside of a UGA by "adopting Amendments to facilitate the conversion of non-UGA agricultural property to federal jurisdiction so that urban sewer service may then be extended to the property." Petitioners claim the underlying principal of matching development with available public services is also reflected in RCW 36.70A.110(3). The City's amendments not only fail to meet GMA goals, they also violate RCW 36.70A.110(3).

*Id.* at 23.

CORRECTED FINAL DECISION AND ORDER Case No. 14-2-0003c October 24, 2014 Page 28 of 47

Petitioners Dragonslayer and Clark County incorporate arguments set forth in the Gilbert Prehearing Brief.
 Prehearing Brief of Greg and Susan Gilbert at 21 (May 8, 2014).

<sup>67</sup> Id. at 22.

Respondent and Intervenors:69

The City responds its amendments do not "facilitate" conversion of agricultural or rural land; they would enable extension of city sewer service only to address public health concerns or to serve federal property that is no longer subject to the GMA and therefore cannot be considered "rural" or "agricultural" land." The City emphasized its amendments have no bearing on whether the site is converted for use by the Cowlitz Tribe under federal jurisdiction and thus, their actions do not violate the GMA.<sup>71</sup>

#### Board Analysis and Decision

Amendments in Ordinance 2013-011 were described above in Issue 1. However, in Issue 4, the Board focuses on amendments to City Policies 1.3.1; 1.4.3; 4.2.3; 4.2.8; 8.2.3 and 8.2.4 and Countywide Planning Policy 1.1.12, and their relationship to RCW 35.70A.020 and .110(3) and (4). For purposes of this issue, it is sufficient to observe that a likely result of the amendments is the extension of a sewer line to La Center's city limits and UGA boundary, ultimately to provide service to 152 acres of immediately adjacent land (land now designated as agricultural land of long-term commercial significance), if and when that land has been taken into trust by the BIA and designated as a Cowlitz Tribal reservation. The sewer line would be sized to serve a tribal casino, restaurants and retail space, a 250room hotel, parking structures for more than 7000 vehicles, a recreational vehicle park, tribal elder housing and tribal offices.

With Issue 4, the Petitioners argue the provision of sewer service to an area beyond the City's municipal boundary/UGA boundary conflicts with RCW 36.70A.110(3) and (4) and the GMA goals that encourage development in urban areas (RCW 36.70A.020(1)), encourage economic development in a manner consistent with adopted comprehensive plans (.020(5)), and seek concurrency of public services with development (020(12)).

<sup>71</sup> *Id.* at 20.

32

<sup>69</sup> Intervenor Salishan-Mohegan and the Cowlitz Tribe concur with the City's arguments and state that prior Board decisions have no bearing on this case and the Board need not reach a decision in this case because the property in question may not be subject to GMA. See Intervenor's Brief at 6 (May 28, 2014).

Display Brief of Respondent City of La Center at 19 (May 28, 2014).

RCW 36.70A.110(3) establishes a priority of areas for siting or locating urban growth. <sup>72</sup> In this instance, it is most probable urban growth will occur on the Cowlitz's 152 acres if that land becomes a tribal reservation. At that time, the property will no longer be subject to the GMA or local land-use regulations. However, the Ordinance adopted by La Center cannot be seen as violating RCW 36.70A.110(3) because the City's amendments do not locate or site urban growth. Thus, the Board does not find the City violated RCW 36.70A.110(3).

On the other hand, RCW 36.70A.110(4) states that it is generally inappropriate to extend urban governmental services to rural areas. The extension of urban services in the context of RCW 36.70A.110(4) has been addressed by our Supreme Court in *Thurston County v. Cooper Point Association.* In *Cooper Point*, the County proposed to extend a sewer line from an urban sewer system into a rural area. The Court described the principal issues before it as, first, whether the sewer extension proposed was subject to the development restrictions of RCW 36.70A.110(4) and, secondly, if so, whether the proposed extension was necessary to protect public health, safety and the environment. The Court held RCW 36.70A.110(4) precluded the extension of the sewer line: "Because County's proposal does just what the GMA prohibits – extends an urban governmental service into a rural area. . . ."<sup>75</sup> "In general, it is not appropriate that urban governmental services be extended to or expanded in rural areas except in those limited circumstances shown to be necessary to protect basic public health and safety and the environment and when such

<sup>&</sup>lt;sup>72</sup> RCW 36.70A110(3) "Urban growth should be located *first* in areas already characterized by urban growth that have adequate existing public facility and service capacities to serve such development, *second* in areas already characterized by urban growth that will be served adequately by a combination of both existing public facilities and services and any additional needed public facilities and services that are provided by either public or private sources, and *third* in the remaining portions of the urban growth areas. Urban growth may also be located in designated new fully contained communities as defined by RCW 36.70A.350."

<sup>&</sup>lt;sup>73</sup> Urban governmental services are defined by RCW 36.70A.030(18): "'Urban governmental services' or 'urban services' include those public services and public facilities at an intensity historically and typically provided in cities, specifically including storm and sanitary sewer systems, domestic water systems, street cleaning services, fire and police protection services, public transit services, and other public utilities associated with urban areas and normally not associated with rural areas."

Thurston County v. Cooper Point Ass'n, 148 Wn.2d 1, 57 P.3d 1156, 2002 Wash. LEXIS 719 (Wash. 2002).
 Id. at 14.

services are financially supportable at rural densities and do not permit urban development." (RCW 36.70A.110(4), in part).

To paraphrase and supplement the Court's description of the issues in *Cooper Point* and relate it to this matter:

The principal issues before us are whether the City's proposal is subject to development restrictions imposed by the aforementioned statutory provision [RCW 36.70A.110(4)] and, if so, whether the City has shown that its proposal is necessary to protect basic public health, safety and the environment and, further, whether the proposal will permit urban development?<sup>76</sup>

The proposed sewer extension would be into what is now a "rural" area (albeit would be urban if developed by the Tribe), and it is not proposed due to health or environmental concerns and it would facilitate urban development. This Board, in addressing sewer service for a non-municipal UGA in San Juan County, stated:

Also, the 2003 ESSWD General Plan shows sewer lines running outside the current UGA to service areas that now are outside the 2005 UGA. Extending sewer service outside of the UGA is noncompliant with the GMA, unless... the lines . . . correct a documented health hazard.<sup>77</sup>

The Board acknowledges that City's amendments to City Policies 1.3.1; 1.4.3; 4.2.3; 4.2.8; 8.2.3 and 8.2.4 were drafted so as to authorize a sewer service extension only after the land has finally been confirmed as Cowlitz Tribal trust land. The Board further acknowledges tribal trust land is not subject to state or local land use regulations. However, the City of La Center is and will remain subject to the GMA and it is the City that plans to extend its sewer service. Furthermore, it is apparent the Cowlitz Tribe's trust land application has been pending for more than a decade, the Tribe having first applied in 2002. Matters related directly or indirectly to the land in question and the Cowlitz project have

<sup>77</sup> Campbell v. San Juan County, GMHB Case No. 05-2-0019c FDO at 10 (June 20, 2006). Also Campbell v. San Juan County GMHB Case No. 02-2-0008 Compliance Order (January 30, 2009) and Campbell v. San Juan County, GMHB Case No. 05-2-0022c Compliance Order/Final Decision at 10 (June 20, 2006).

CORRECTED FINAL DECISION AND ORDER Case No. 14-2-0003c October 24, 2014 Page 31 of 47

<sup>΄°</sup> *Id.* at 4.

been before this Board and the courts during the years since 2002.<sup>78</sup> Additionally, the Board has been apprised of challenges now pending in Federal District Court. 79

With that history in mind, the Board is mindful of observations made in past years by the Washington State Court of Appeals. In 2006 Clark County adopted an agreement (Memorandum of Understanding or MOU) whereby the County agreed to provide water to the Cowlitz property. Under the MOU, the County's obligation to provide water would only become effective upon BIA trust status approval. Although the Court's decision was based on a finding that the MOU constituted a *de facto* comprehensive plan amendment, the Court observed the Tribe's trust land application "was still pending."80

Five years later, the Court of Appeals considered an appeal of Clark County's dedesignation of extensive Agriculture of Long-Term Commercial Significance acreage, 81 including the 152 acres now included in the Cowlitz trust application. The Court of Appeals again referred to the "pending" nature of the Tribe's application:

At the time of the County's decision, the possible approval of the pending trust application and the possible building of a casino were too attenuated to support the County's position. Allowing the County to begin developing the land in 2007 based on the Cowlitz Tribe's speculative development plans. which could take years to overcome multiple legal hurdles, could have resulted in the inappropriate conversion of agricultural land pursuant to the GMA if the Cowlitz Tribe's speculative development plans fell through. Perhaps in the future, the circumstances of the land will have changed such that the land in and around parcel LB-2 no longer qualifies as ALLTCS under the *Lewis County* test.<sup>82</sup> (emphasis added)

The Board views the City's decision to adopt comprehensive plan and development regulation amendments in 2013 authorizing a future sewer extension as premature, just as

CORRECTED FINAL DECISION AND ORDER Case No. 14-2-0003c October 24, 2014 Page 32 of 47

Growth Management Hearings Board 1111 Israel Road SW, Suite 301 P.O. Box 40953 Olympia, WA 98504-0953 Phone: 360-664-9170 Fax: 360-586-2253

31

32

<sup>&</sup>lt;sup>78</sup> Alexanderson v. Clark County, GMHB Case No. 04-2-0008; Karpinski v. Clark County, GMHB Case No. 07-2-0027; and see also Alexanderson v. City of La Center, Case No. 12-2-0004.

To Confederated Tribes of the Grand Ronde Community of Oregon v. Jewel, US District Court for the District of

Columbia, Case No. 1:13-cv-00849-BJR. See also Ex. 123 submitted by Petitioners and accepted by this Board.

Alexanderson v. Bd. of Comm'rs, 135 Wn. App. 541, 544 (2006).

<sup>81</sup> Natural resource land designated pursuant to RCW 36.70A.170.

<sup>&</sup>lt;sup>82</sup> Clark County v. W. Wash. Growth Mgmt. Hearings Bd., 161 Wn. App. 204, 243, 254 P.3d 862 (2011), rev'd in part on other grounds 177 Wn.2d 136, 298 P.3d 704 (2013).

the Court of Appeals found in 2006 and again in 2011. Challenges to the BIA's 2010 trust status determination resulted in a remand by the Federal District Court in 2013. Another BIA decision was issued later in 2013, and has similarly been challenged. As the Court of Appeals stated in *Clark County*, "Perhaps in the future, the circumstances of the land will have changed." At this point, any decision which would potentially lead to the loss of important designated agricultural resource land is premature.<sup>83</sup>

The pressure to convert these lands, especially in areas impacted by population growth and development, is even more prevalent today. The Board recognizes that the counties and cities of Washington face a multitude of difficult and demanding challenges when determining how their communities will grow and how to finance that growth. But, these challenges must be addressed within the mandates of the GMA so as to serve the "public's interest in the conservation and the wise use of our lands." Washington's limited, irreplaceable agricultural lands are at the forefront of this mandate, with the discretionary planning choices of cities and counties confined so as to prevent the further erosion of the State's ability to provide food for its citizens.

In sum, the Board finds Petitioners have met their burden of proof showing City Policies 1.3.1; 1.4.3; 4.2.3; 4.2.8; 8.2.3 and 8.2.4 do not comply with RCW 36.70A.110(4) because the City amendments extend urban governmental services to a non-urban area in a way that will encourage urban development. Petitioners' further arguments concerning violations of RCW 36.70A.110(3) and Planning goals (1), (5), and (12) are unpersuasive.

<sup>&</sup>lt;sup>83</sup> For the importance of agricultural lands, see GMHB Case No. 07-2-0027 *Karpinski v. Clark County,* Amended Final Decision at 33 (June 3, 2008) "There is no doubt that the GMA sees agricultural lands and the industry that relies on them as something special given the duty set forth to *designate* agricultural land and *conserve* such land in order to *maintain* and *enhance* the agricultural industry. The purpose of this legislative mandate was articulated by the Supreme Court a decade ago when it held: 'The GMA sought to control and regulate growth, and specifically emphasized the protection of natural resource lands, including agricultural land. The Legislature hoped to preserve agricultural land near our urban centers so that freshly grown food would be readily available to urban residents and the next generation could see food production and be disabused of the notion that food grows on supermarket shelves." (*Redmond v. Central Puget Sound Growth Management Hearings Board,* 136 Wn.2d 38, 57-58 (1998))

# **SEPA**

**Issue 6**: SEPA Compliance:

Did the City approve the Amendments without applying SEPA requirements as follows:

- 6.1. Did the City approve the Amendments without following the decision-making requirements for incorporating environmental considerations into its decision; did not adequately disclose and evaluate the probable significant adverse environmental impacts of the proposal and reasonable alternatives; made unsupported and inaccurate assumptions regarding potential beneficial impacts of the proposal; did not adequately analyze alternatives to the proposal, including the no action alternative; and improperly assumed impacts of alternatives will be the same thereby violating RCW 36.70A.020(10); RCW 43.21C.011; RCW 43.21C.030; 43.21C.030(2)(c)(d) and (e); RCW 43.21C.031; WAC 197-11 Parts 4-6; WAC 197-11-030; WAC 197-11-060, WAC 197-11-402(1), (2),(6) and (9); WAC 197-11-440(5); and WAC 197-11-442? [Dragonslayer L, M, R, and S; County N and O]
- 6.2. Did the City's approval of the Amendments fail to comply with RCW 43.21C.030(2)(c); WAC 197-11-400(2); WAC 197-11-402(10); and WAC 197-11-406 because the FEIS provides a post-hoc justification for the City's policy decision instead of providing an impartial description of the proposal's probable significant impacts, reasonable alternatives to the proposal, and mitigation measures? [Dragonslayer N]
- 6.3. Did the City's approval of the Amendments fail to comply with RCW 43.21C.030(2)(c); WAC 197-11-440; WAC 197-11-442; WAC 197-11-060; WAC 197-11-704; WAC 197-11-774; and WAC 197-11-792 because the City's environmental documentation fails to adequately define the proposal and scope the environmental review, inconsistently treats the Amendments as a non-project action while acknowledging that the Amendments will result in only one site specific application, fails to adequately analyze cumulative impacts, and improperly piecemeals environmental review? [Dragonslayer O]
- 6.4. Did the City's approval of the Amendments fail to comply with RCW 43.21C.030; RCW 43.21C.034; WAC 197-11-402; WAC 197-11-440(6); WAC 197-11-600; WAC 197-11-610; WAC 197-11-630; and WAC 197-11-635 because the FEIS inappropriately relies on prior environmental documents that are inadequate, which the City and others previously acknowledged were inadequate and which were appealed to federal court on the basis of their inadequacy prior the City's reliance on the documents, and

because the City failed to assess new information and changed circumstances relevant to the current proposal, including current baseline environmental information? [Dragonslayer P]

- 6.5. Did the City's approval of the Amendments fail to comply with RCW 43.21C.030(2)(c); LCMC 18.120.010; and LCMC 18.120.050 because the FEIS improperly assumes that the City has the legal authority to provide extraterritorial service to the Tribe's proposed casino resort and fails to adequately evaluate significant conflicts between the proposed sewer extension, Growth Management Act restrictions, and Clark County planning policies? [Dragonslayer Q]
- 6.6. Did the City's approval of the Amendments fail to comply with RCW 43.21C.060; RCW 43.21C.031; WAC 197-11-440(6); and WAC 197-11-442 because the FEIS does not adequately identify, describe, or consider reasonable mitigation measures that would avoid or minimize adverse impacts or enhance environmental quality? [Dragonslayer T]

Applicable Laws:

# RCW 43.21C.030 Guidelines for state agencies, local governments — Statements — Reports — Advice — Information.

The legislature authorizes and directs that, to the fullest extent possible: (1) The policies, regulations, and laws of the state of Washington shall be interpreted and administered in accordance with the policies set forth in this chapter, and (2) all branches of government of this state, including state agencies, municipal and public corporations, and counties shall:

- (a) Utilize a systematic, interdisciplinary approach which will insure the integrated use of the natural and social sciences and the environmental design arts in planning and in decision making which may have an impact on the environment;
- (b) Identify and develop methods and procedures, in consultation with the department of ecology and the ecological commission, which will insure that presently unquantified environmental amenities and values will be given appropriate consideration in decision making along with economic and technical considerations;
- (c) Include in every recommendation or report on proposals for legislation and other major actions significantly affecting the quality of the environment, a detailed statement by the responsible official on:
  - (i) the environmental impact of the proposed action;
  - (ii) any adverse environmental effects which cannot be avoided should the

proposal be implemented;

- (iii) alternatives to the proposed action;
- (iv) the relationship between local short-term uses of the environment and the maintenance and enhancement of long-term productivity; and
- (v) any irreversible and irretrievable commitments of resources which would be involved in the proposed action should it be implemented;
- (d) Prior to making any detailed statement, the responsible official shall consult with and obtain the comments of any public agency which has jurisdiction by law or special expertise with respect to any environmental impact involved. Copies of such statement and the comments and views of the appropriate federal, province, state, and local agencies, which are authorized to develop and enforce environmental standards, shall be made available to the governor, the department of ecology, the ecological commission, and the public, and shall accompany the proposal through the existing agency review processes;
- (e) Study, develop, and describe appropriate alternatives to recommended courses of action in any proposal which involves unresolved conflicts concerning alternative uses of available resources;
- (f) Recognize the worldwide and long-range character of environmental problems and, where consistent with state policy, lend appropriate support to initiatives, resolutions, and programs designed to maximize international cooperation in anticipating and preventing a decline in the quality of the world environment;
- (g) Make available to the federal government, other states, provinces of Canada, municipalities, institutions, and individuals, advice and information useful in restoring, maintaining, and enhancing the quality of the environment:
- (h) Initiate and utilize ecological information in the planning and development of natural resource-oriented projects.

## RCW 43.21C.034 Use of existing documents

Lead agencies are authorized to use in whole or in part existing environmental documents for new project or non-project actions, if the documents adequately address environmental considerations set forth in RCW 43.21C.030. The prior proposal or action and the new proposal or action need not be identical, but must have similar elements that provide a basis for comparing their environmental consequences such as timing, types of impacts, alternatives, or geography. The lead agency shall independently review the content of the existing documents and determine that the information and analysis to be used is relevant and adequate. If necessary, the lead agency may require additional documentation to ensure that all environmental impacts have been adequately addressed.

Position of the Petitioners<sup>84</sup>

Petitioners Dragonslayer, Inc. and Michels Development, Inc. argue the 2013 FEIS must provide sufficient information to allow officials to make a "reasoned choice among alternatives," and the environmental effects must be "disclosed, discussed and substantiated by opinion and data." The "level of detail must be commensurate with the importance of the environmental impact and the plausibility of alternatives." Petitioners argue the City's environmental review did not satisfy these requirements.

Petitioners contend the City failed to properly define the scope of the EIS by treating the amendments as a "non-project" EIS.<sup>87</sup> It did not acknowledge the relationship between the amendments, the sewer extension, and the Cowlitz Property development and incorrectly claimed the impacts of interdependent parts of the proposal would occur regardless of whether the Amendments were adopted.<sup>88</sup> The 2013 FEIS restricts the scope of environmental analysis to a narrow "Study Corridor" and fails to examine important environmental impacts outside of this corridor.

Petitioners argue the City had an obligation to analyze the cumulative impacts of the planned sewer extension and Cowlitz Property development. Urbanization of a newly-annexed area within the City's UGA and potential development of the Cowlitz property are reasonably foreseeable outcomes that have sufficient causal relationship to the Proposed Amendments to require inclusion in the EIS. Petitioners claim the City cannot rely on the 2006 and 2008 FEIS documents to evaluate the significance of the City's proposal without

Petitioner Clark County did not brief Issue 6 SEPA. Petitioner Greg and Susan Gilberts adopt and incorporate the briefing presented by Petitioners Dragonslayer, Inc. and Michels Development, Inc.
 Kiewit Constr. Group, Inc. v. Clark Cty., 83 Wn. App. 133, 140, 920 P.2d 1207 (1996).

<sup>&</sup>lt;sup>86</sup> *Id.* 

<sup>87</sup> Petitioner Dragonslayer Prehearing Brief at 5-6.

<sup>88</sup> Id. at 6-7.

<sup>&</sup>lt;sup>89</sup> See WAC 197-11-060(4); *King County v. Wash. State Boundary Rev. Bd. for King Cty.*, 122 Wn.2d 648,664, 860 P.2d 1024 (1994) ("[A] proposed land-use related action is not insulated from full environmental review simply because there are no existing specific proposals to develop the land in question or because there are no immediate land-use changes which will flow from the proposed action.")

updating the relevant baseline information. Material facts, laws, and circumstances have changed since the 2006 and 2008 documents were issued.<sup>90</sup>

Petitioners fault the FEIS for failures to address: impacts on future TMDL standards for the East Fork Lewis River, an impaired water body; impacts related to the City's National Pollution Discharge Elimination System (NPDES) permit for the East Fork Lewis River related to future growth in the City's UGA;<sup>91</sup> impacts to critical aquifer recharge areas in regards to impermeable surfaces;<sup>92</sup> impacts to listed fish and wildlife;<sup>93</sup> and finally, impacts on agriculture and traffic-related issues.<sup>94</sup>

Petitioners expressed their complaints about the inadequate 2008 EIS during federal litigation and in public comments to the City; they requested a new or supplemental EIS. Petitioners chose not to repeat all arguments in this case, as they should be resolved in federal court.

Respondent and Intervenors:95

The City responds by stating the rule of reason is satisfied if the 2013 FEIS presents decision-makers "with a 'reasonably thorough discussion of the significant aspects of the probable environmental consequences' of the agency's decision." The City argues it correctly defined the amendments as a non-project action as defined in WAC 197-11-704 and in *Emerald Downs*. The City contends its amendments set standards for possible sewer extensions on they are not linked solely to the proposed site for the Cowlitz Tribe reservation. Sewer service cannot be extended, and no agreement to provide sewer

32

<sup>&</sup>lt;sup>90</sup> Petitioner Dragonslayer Prehearing Brief at 11.

<sup>&</sup>lt;sup>91</sup> *Id.* at 13-14.

<sup>&</sup>lt;sup>92</sup> *Id.* at 15.

<sup>&</sup>lt;sup>93</sup> *Id.* at 17.

<sup>&</sup>lt;sup>94</sup> *Id.* at 18.

<sup>&</sup>lt;sup>95</sup> Intervenor Salishan-Mohegan, LLC and the Cowlitz Indian Tribe did not submit arguments on Issue 6. <sup>96</sup> City of La Center Prehearing Brief at 21-22, and *Citizens Alliance to Protect Our Wetlands v. City of Auburn*, 126 Wn.2d 356 (Wash. 1995) (zoning code text amendment making a racetrack a conditional use in a particular zone was a non-project action, even though amendment was adopted at the request of the Emerald Downs racetrack developer).

<sup>&</sup>lt;sup>7</sup> City of La Center Prehearing Brief at 22 (See Policies 4.2.3, 4.2.8, 8.1.1, 8.2.3, and 8.2.4)

service can be entered into, except where land has already been acquired or taken into trust by the federal government.

The City did not "piecemeal" environmental review, rather it addressed impacts and alternatives "in the level of detail appropriate to the scope of the non-project proposal and to the level of planning for the proposal" in accordance with WAC 197-11-442(2). Petitioners' criticisms of the 2013 FEIS incorrectly assume that the action to be analyzed is the Cowlitz Tribe development, rather than "non-project" amendments to the City's comprehensive plan. The City asserts it has already responded to Petitioner's criticisms in detail in the EIS itself.

## Board Analysis and Decision

In 2006, the City proposed to expand its Urban Growth Area to add 2,033 acres of industrial, commercial, residential and conservation uses to the north, west and east of its existing UGA. Industrial and commercial uses would be clustered in the I-5 Interstate area and offer residential uses in transitional areas.<sup>99</sup> The City completed a Final Environmental Impact Statement (2006 FEIS) concluding that the Preferred Alternative would result in increased urban growth around La Center, but mitigation measures were in place or were readily available to mitigate identified impacts.<sup>100</sup> The 2006 FEIS was not appealed.

In 2008, the U.S. Department of Interior, Bureau of Indian Affairs, assessed the environmental consequences of proposed Federal Action to acquire 152 acres to be placed in trust status of the Cowlitz Tribe. The Final Environmental Impact Statement (2008 FEIS) issued May 2008 analyzed alternatives to the proposed site, alternative uses on the site and a no action alternative. The preferred alternative would develop the 152 acres into a gaming, entertainment, and hotel complex along with parking, recreational vehicle sites, a

ioo *Id.* at IR 002664.

CORRECTED FINAL DECISION AND ORDER Case No. 14-2-0003c October 24, 2014 Page 39 of 47

<sup>&</sup>lt;sup>38</sup> *Id.* at 23.

<sup>&</sup>lt;sup>99</sup> Clark County Prehearing Brief, Ex. 5 Final Environmental Impact Statement, December 19, 2006 at IR 002663

wastewater treatment facility and Tribal facilities.<sup>101</sup> The 2008 FEIS was challenged by two lawsuits filed in United States District Court for the District of Columbia.<sup>102</sup>

In 2013, the City proposed to amend its Urban Area Comprehensive Plan, Capital Facilities Plan, the General Sewer Plan and its Municipal Code 13.10 to clarify its policies and procedures to extend city sewer lines within and outside its UGA and adopt a policy regarding sewer extensions to land owned or held in trust by the federal government. The City completed a 2013 Final Impact Statement (2013 FEIS) in which it concluded that environmental impacts could be mitigated and that the Preferred Alternative is the only one that would provide "clear and consistent requirements for extending sewer service outside the City's UGA." The City's FEIS acknowledged the controversial nature of developing the Cowlitz Tribal site, but stated that the federal government had reviewed the Tribe's environmental documents and found them to be adequate under the National Environmental Protection Act. 105

The Board now reviews Petitioners' complaints about the City's environmental analysis regarding the City's amendments in Ordinance 2013-011. Should the City have conducted a more detailed environmental impact analysis under the requirements for "project" rather than a "non-project" action? Petitioners argue the City should not escape its obligations to analyze potential adverse environmental impacts of extending sewer services and the possible development of the Cowlitz site. Relying on *Citizens Alliance*, Petitioners claim the City erroneously limited its environmental analysis to a narrow study corridor to extend the sewer line, when they should have analyzed cumulative environmental impacts resulting from sewer service extension and development that will

<sup>101</sup> Clark County Prehearing Brief, Ex. 13 Final Environmental Impact Statement, May 2008, at IR 003432.

<sup>&</sup>lt;sup>102</sup> Id. Ex. 112 Final Environmental Impact Statement, November 2013 at IR 013561.

<sup>&</sup>lt;sup>103</sup> *Id.* at IR 013390.

*Id.* at IR 013393.

<sup>&</sup>lt;sup>105</sup> *Id.* at IR 013394.

<sup>&</sup>lt;sup>106</sup> Reply Brief of Dragonslayer, Inc. and Michels Development, LLC at 4-5 (June 6, 2014).

<sup>&</sup>lt;sup>107</sup> Citizens Alliance to Protect Our Wetlands v. City of Auburn, 126 Wn.2d 356, 894 P.2d 1300, 1995 Wash. LEXIS 157 (Wash. 1995).

32

facilitate development of the Cowlitz site.<sup>108</sup> Petitioners' claims in Issues 6.1, 6.2, 6.3 and 6.6 all point to the lack of cumulative impacts analysis and the limited scope of the project under the rubric of a "non-project action." WAC 197-11-704, in part, defines two categories for "actions":

...

- (2) Actions fall within one of two categories:
- (a) **Project actions.** A project action involves a decision on a specific project, such as a construction or management activity located in a defined geographic area. Projects include and are limited to agency decisions to:
- (i) License, fund, or undertake any activity that will directly modify the environment, whether the activity will be conducted by the agency, an applicant, or under contract.
- (ii) Purchase, sell, lease, transfer, or exchange natural resources, including publicly owned land, whether or not the environment is directly modified.
- (b) **Nonproject actions**. Nonproject actions involve decisions on policies, plans, or programs.
- (i) The adoption or amendment of legislation, ordinances, rules, or regulations that contain standards controlling use or modification of the environment;
- (ii) The <u>adoption or amendment of comprehensive land use plans</u> or zoning ordinances;
- (iii) The adoption of any policy, plan, or program that will govern the development of a series of connected actions (WAC 197-11-060), but not including any policy, plan, or program for which approval must be obtained from any federal agency prior to implementation;
- (iv) Creation of a district or annexations to any city, town or district;
- (v) Capital budgets; and
- (vi) Road, street, and highway plans.

In addition, WAC 197-11-774 defines "Non-project means actions which are different or broader than a single site specific project, such as plans, policies, and programs." In reviewing the City's 2013 FEIS, the Board finds that it does assess impacts from the proposed City amendments appropriate to the scope of a non-project proposal and for the level of planning for the amendments. Petitioners failed to carry their burden of proof

CORRECTED FINAL DECISION AND ORDER Case No. 14-2-0003c October 24, 2014 Page 41 of 47

Reply Brief of Dragonslayer, Inc. and Michels Development, LLC at 5-6 (June 6, 2014).

<sup>&</sup>lt;sup>109</sup> Ex. 112, Final Environmental Impact Statement, November 2013 Table 1.1 Summary of Potential Environmental Impacts and Mitigation Measures at IR 013394-99. See also WAC 197-11-442, WAC 197-

showing the City amendments are a "project action" and should have had a broader cumulative impacts analysis. The Board finds the City's amendments to its comprehensive plan and development regulations constitute a "non-project action" and the City did not violate RCW 43.21C.030(2)(c); WAC 197-11-440; WAC 197-11-442; WAC 197-11-060; WAC 197-11-704; WAC 197-11-774; and WAC 197-11-792 (Issue 6.3).

That said, however, the City's policy amendments and its 2013 FEIS show intent to work with the Cowlitz Tribe to develop specific property adjacent to the City's UGA. Policy 1.4.3(h) allows the City to evaluate opportunities in connection with developing land adjacent to the city limits including the extension of City sewer service. Policy 4.2.3 and LCMC 13.10.370(4)(b) allow sewer line extensions beyond the UGA for lands not subject to the GMA and held in trust by the federal government. The City's 2013 FEIS reflects the City's desire to facilitate development of a specific site by coordinating with the Cowlitz Tribe:

The Cowlitz Indian Tribe is the only entity that has shown the interest and the financial commitment to enable the City to extend its sewer service to the Junction area. The provision of city sewer service to the proposed Cowlitz Indian Reservation would assure the availability of sewer service at reasonable rates to businesses and residents in the newly annexed area.

. . .

These amendments would provide consistent, clear policy direction regarding the circumstances and terms under which the City could furnish sewer service outside its City limits. One likely result of these amendments, if enacted, would be to allow La Center to enter into an agreement with the Cowlitz Indian Tribe to extend sewer service to the I-5 Junction to serve the federal trust land. A sewer service agreement with the Cowlitz Tribe would

11-704(2)(b)(i) and -774 and SEPA Handbook at Ch. 4 (The Board takes official notice of the SEPA Handbook under WAC 242-03-640) <a href="http://www.ecy.wa.gov/programs/sea/sepa/handbk/hbch04.html">http://www.ecy.wa.gov/programs/sea/sepa/handbk/hbch04.html</a>

<sup>&</sup>lt;sup>110</sup> City Staff Report – Ex. A, 2013 Comprehensive Plan Amendments at 2 Policy 1.4.3 (h) "<u>The City shall evaluate opportunities to coordinate with the Cowlitz Tribe regarding eventual development of the Cowlitz Tribe Reservation adjacent to the City's corporate limits, including extension of City sewer service. "
<sup>111</sup> *Id.* at 12 and 17.</u>

City of La Center FEIS 2013 GMA Amendments, Ex. 112 at 013403 For example, the FEIS contains the history of the City's Sewer Development Agreement with the Cowlitz Tribe which was overturned by this Board as a "de-facto amendment" to the City's comprehensive plan. In response to the Board's ruling, the City amended its Comprehensive Plan and development regulations with the intention of working with the Cowlitz Tribe to plan for extraterritorial sewer extension.

provide funding to connect the Junction area with the City's WWTP located in the downtown core. (emphasis added)

Given the potential development of the Cowlitz site with the extension of City sewers, should the City have relied on prior environmental analyses that may be outdated or should they have completed a new analysis? Rather than conduct a complete new EIS, the City incorporated two prior environmental assessments relating to the sewer extension and the Cowlitz site. WAC 197-11-635 encourages jurisdictions to incorporate other environmental material by reference whenever possible. Further, in accordance with WAC 197-11-600(4)(a), the City properly included *Appendix 6 Determination of Significance and Adoption of Existing Environmental Documents* in its 2013 FEIS demonstrating compliance with SEPA WACs. Both the 2006 and the 2008 FEISs acknowledge the Cowlitz site development; the former in less detail and latter in great detail. The City relies on the detailed environmental impact analysis in the 2008 *Final Environmental Impact Statement, Cowlitz Indian Tribe Trust Acquisition and Casino Project* conducted by the Bureau of Indian Affairs (BIA) to "meet a portion of [their] environmental review." The 2008 FEIS analyzes environmental impacts for a casino/resort development at the La Center/I-5 location. It also contains other alternatives for a business park and a

CORRECTED FINAL DECISION AND ORDER Case No. 14-2-0003c

October 24, 2014 Page 43 of 47 Growth Management Hearings Board 1111 Israel Road SW, Suite 301 P.O. Box 40953 Olympia, WA 98504-0953 Phone: 360-664-9170 Fax: 360-586-2253

<sup>&</sup>lt;sup>113</sup> *Id.* at 013405.

<sup>114</sup> Ex. 112 at 013558-013562, City of La Center FEIS 2013 GMA Amendments Appendix 6 at 80-81 incorporating **2006** *Final Environmental Impact Statement, La Center Comprehensive Plan Amendment* (December 19, 2006) and the **2008** *Final Environmental Impact Statement, Cowlitz Indian Tribe Trust Acquisition and Casino Project,* U.S. Department of Interior, Bureau of Indian Affairs (May 2008).

115 WAC 197-11-635 Incorporation by reference – Procedures. "(1) Agencies should use existing studies and incorporate material by reference whenever appropriate. (2) Material incorporated by reference (a) shall be cited, its location identified, and its relevant content briefly described; and (b) shall be made available for public review during applicable comment periods."

<sup>&</sup>lt;sup>116</sup> *Id.* at 013558. See also WAC 197-11-600(4)(a): "(4) Existing documents may be used for a proposal by employing one or more of the following methods: (a) 'Adoption,' where an agency may use all or part of an existing environmental document to meet its responsibilities under SEPA. Agencies acting on the same proposal for which an environmental document was prepared are not required to adopt the document. . . ."

<sup>117</sup> Ex. 5, 2006 Final Environmental Impact Statement, La Center Comprehensive Plan Amendment at 002658, and specifically at 002726; and Ex. 13 2008 Final Environmental Impact Statement, Cowlitz Indian Tribe Trust Acquisition and Casino Project at 003480 and specifically at 003486.

<sup>118</sup> Ex. 112 at 013562.

casino/resort at an entirely different site south of La Center.<sup>119</sup> Together, the 2013, 2008 and 2006 EIS documents demonstrate the City complied with SEPA's process requirements to incorporate other documents in its 2013 FEIS. Petitioners do not persuade the Board that the City has employed an incorrect process to analyze amendments in Ordinance 2013-011.

Was the City's 2013 FEIS adequate? Should the City have further addressed environmental impacts, including the cumulative impacts of the planned sewer extension and Cowlitz Property development? Petitioners argue the City violated SEPA when it relied on a legally challenged and inadequate environmental document without explaining the basis for its reliance. Petitioners claim the 2008 FEIS was faulty, will not withstand judicial scrutiny and should not have been used by the City to assess environmental impacts of the amendments. Petitioners chose not to repeat all arguments from their federal briefs about the inadequacy of the 2008 FEIS, but argue a new or supplemental EIS should be required. Petitioners state "as illustrated below, the 2013 FEIS does not adequately consider the probable significant adverse environmental impacts." Page 123

Petitioners then list shortcomings in the 2013 EIS: water quality data were flawed in describing how potential urban growth related to a National Pollution Discharge Elimination System (NPDES) permit for East Fork Lewis River; <sup>124</sup> Critical Aquifer Recharge Areas were not adequately addressed in regards to impermeable surfaces; <sup>125</sup> impacts to shorelines and wetlands were not adequately analyzed; <sup>126</sup> impacts to listed fish and wildlife were not sufficient; <sup>127</sup> and finally, impacts on agriculture and traffic-related issues were not

<sup>&</sup>lt;sup>119</sup> Ex. 13, 2008 Final Environmental Impact Statement, Cowlitz Indian Tribe Trust Acquisition and Casino Project at 003486, 003519, and 003522.

<sup>&</sup>lt;sup>120</sup> Whether the City's environmental review was sufficient is now being contested in federal court. See Ex. 112 at 013561.

<sup>&</sup>lt;sup>121</sup> Petitioner Dragonslayer Prehearing Brief at 9 (May 8, 2014).

<sup>&</sup>lt;sup>122</sup> *Id.* at 9.

<sup>&</sup>lt;sup>123</sup> *Id.* at 12.

*Id.* at 13-14.

<sup>&</sup>lt;sup>125</sup> *Id.* at 15.

<sup>&</sup>lt;sup>126</sup> *Id.* at 15-16.

<sup>&</sup>lt;sup>127</sup> *Id.* at 17.

considered.<sup>128</sup> Petitioners give the Board a list of failures with a series of hypothetical unanswered questions and assert the City based its FEIS on unsubstantiated assumptions.<sup>129</sup> However, to the extent Petitioners seek to have this Board determine the 2008 EIS incorporated by reference is flawed, they failed to make their case by specific argument and evidence in their briefs or at hearing. Thus, they have not met their burden of proof that the 2013 FEIS is inadequate. The Board finds the Petitioners have failed to establish violations of RCW 43.21C. Legal Issue 6 is dismissed.

#### VI. ORDER

Based on review of the Petitions for Review, the briefs and exhibits submitted by the parties, the GMA and SEPA, prior Board orders and case law, having considered the arguments of the parties and deliberated the matter, the Board ORDERS:

#### Issue 1:

City Policy 1.3.1 encourages commercial development adjacent to the City of La Center's urban growth area boundary and is not consistent with CPP 1.1.12 which specifies the urban development shall be limited to areas within the urban growth area. City Policy 1.3.1 is not consistent with County-wide Planning Policy 1.1.12 and thus violates RCW 36.70A.100(1) and .210(1).

City Policies 1.4.3(h) and 4.2.3(b) allow the City to evaluate opportunities in connection with developing land adjacent to the city limits and extending sewer service to land outside the UGA. City Policies 1.4.3 (h) and 4.2.3(b) conflict with 20-Year Planning Policy 6.3.8 in violation of RCW 36.70A.100 and those City Policies also conflict with County-wide Planning Policy 1.1.12 in violation of RCW 36.70A.100 and RCW 36.70A.210(1).

10. at 10. 129 *Id.* at 19.

<sup>&</sup>lt;sup>128</sup> *Id.* at 18.

#### Issue 4:

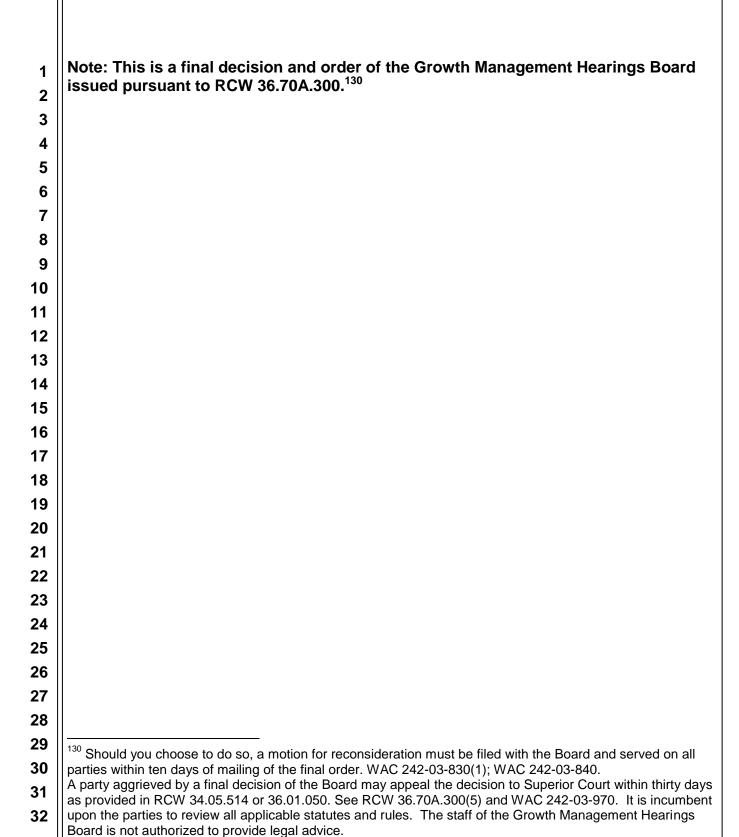
The Board finds amendments to City Policies 1.3.1; 1.4.3; 4.2.3; 4.2.8; 8.2.3 and 8.2.4 do not comply with RCW 36.70A.110(4) because the amendments extend urban services into rural areas in order to permit urban development.

**The Board remands** City of La Center Ordinance 2013-011 to take legislative action to comply with the requirements of the GMA as set forth in this order. All other issues raised in the petitions for review are dismissed.

Item	Date Due
Compliance Due on identified areas of noncompliance	February 9, 2015
Compliance Report/Statement of Actions Taken to Comply and Index to Compliance Record	February 23, 2015
Objections to a Finding of Compliance	March 9, 2015
Response to Objections	March 19, 2015
Compliance Hearing Location to be determined	April 2, 2015 10:30 a.m.

DATED this 24<sup>th</sup> day of October, 2014.

Nina Carter, Board Member
William Roehl, Board Member
Margaret Pageler, Board Member



CORRECTED FINAL DECISION AND ORDER Case No. 14-2-0003c October 24, 2014 Page 47 of 47